

# **CITY OF SPRINGBORO, OHIO**

## **Comprehensive Annual Financial Report**

**For the Year Ended December 31, 2008**



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***THE CITY OF SPRINGBORO, OHIO***

WARREN COUNTY

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

FOR THE YEAR ENDED  
December 31, 2008

Prepared by:  
**Department of Finance**

Robyn L. Brown  
Director of Finance



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CITY OF SPRINGBORO  
WARREN COUNTY, OHIO

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## *INTRODUCTORY SECTION*

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# CITY OF SPRINGBORO

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Robyn L. Brown, Director of Finance

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fax (937) 748-0815

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June 15, 2009

Honorable Mayor, Members of Council  
And Citizens of Springboro  
Springboro, Ohio

We are pleased to present the City of Springboro (the City) Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2008. The responsibility for both the accuracy of the presented data, and the completeness and fairness of presentation, including all disclosures, rests with the management of the City, particularly the office of the Director of Finance. This report is prepared in conformance with accounting principles generally accepted in the United States of America as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. We believe the data is fairly presented in all material aspects and that it is presented in a manner designed to set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain a reasonable understanding of the City's financial affairs have been included.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

## ***THE CITY***

Although we became a City just twenty-nine years ago, Springboro has earned the reputation as being a very progressive community. The City is located in the southwestern part of the State of Ohio, uniquely within the boundaries of two counties, Warren County and Montgomery County, Ohio. The City is a home rule municipal corporation, organized under the laws of the State of Ohio, which operates under its own Charter. The current Charter, which provides, for a Council/Manager form of government, was adopted on November 7, 1978, effective on January 1, 1979 and was amended most recently on November 4, 2008. The seven-member Council is elected to four-year terms. The Council appoints a City Manager who serves as the chief executive officer. The City Manager appoints all department directors upon approval of City Council.

***Letter of Transmittal  
For the Year Ended December 31, 2008***

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***REPORTING ENTITY AND SERVICES***

A reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the financial statements are complete. The primary government of the City consists of all funds and departments which comprise the legal entity of the City and which provide various services including police, street construction and maintenance, traffic signalization, street lighting, planning and zoning, building inspections, recreation, parks, the library, recycling and general administrative services. In addition, golf, sewer, water, storm water and trash collection and disposal services are provided under an enterprise concept with user charges set by the City Council to ensure adequate coverage of operating expenses and payments on outstanding debt.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves their budget, the issuance of their debt or the levying of their taxes. The City of Springboro does not have any component units.

The Warren County General Health District, the Greater Warren County Drug Task Force and the Miami Valley Regional Planning Commission were determined to be jointly governed organizations and the Ohio Municipal League of Workers' Compensation Group Rating Plan was determined to be a group purchasing pool. These entities are discussed further in Notes 16 and 17 within the notes to the financial statements.

***ECONOMIC OUTLOOK***

Growth and development within the City of Springboro is expected to exceed the national and state average due to the City's physical location along Interstate 75 between Cincinnati and Dayton. The United States Census Bureau officially counted population in the City of Springboro on April 1, 2000 as 12,380, and Census Bureau statistics to date indicate the population to be in excess of 18,000. The main factor contributing to this growth over a sustained period was an abundance of available building sites offering appealing terrain, location, amenities, small town atmosphere and a low crime rate. In 2008, only 14 single-family residential construction permits were issued. This decrease from prior years is consistent and reflective of projections commissioned in 2002 that residential build-out would occur within a 5-7 year time frame and place population figures at build-out at the 23,000 figure.

***Letter of Transmittal  
For the Year Ended December 31, 2008***

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Since the City annexed the South Tech Business Park in 1997 and began marketing the Stolz Industrial Park and Commercial Way Industrial Park, industrial growth in Springboro has blossomed. The City has witnessed the addition of over 678 new jobs and an additional payroll worth an estimated \$27.3 million over the past five years. With the Austin Road Interchange at I-75 and Miamisburg-Springboro Pike under construction and planned for opening in late 2010, additional industrial and commercial development is on the horizon for development over the next fifteen years.

The City continues to be an attractive location for a wide range of retail shops as well. The City maintains an active role in preserving and enhancing its historical downtown. In 1999, the City's downtown historic district was placed on the National Register of Historic Places. The City continues to be an active participant in state and regional downtown and tourism development programs.

***MAJOR INITIATIVES***

**For the Year (2008):**

The citizens of Springboro are the City's greatest assets. The City's greatest concern in preparing each year's budget is to provide services that address citizens' needs and safeguard their environment in conformity with applicable Federal and State laws.

***General Capital Improvements:***

The City began installation of landscaping, lighting and signage improvements at South Tech Industrial Park. A landscape plan was developed and will be implemented over the next two years to coincide with the opening of the Austin Road interchange on I-75. The South Tech Industrial Park is located at the southeast corner of the new interchange. The City also began construction of a new Municipal Building. The new building is being constructed on the same site and should be completed by the end of 2009. A new traffic signal was installed on SR 73 at the Drug Mart Plaza and new LED lights were installed on various traffic signals. Based on a traffic study done on the SR 741 corridor, north of SR 73, additional traffic signals were warranted and will be installed over the next few years.

***Street Capital Improvements:***

The City has an annual resurfacing and miscellaneous street repair program that is completed each year. Some of the concrete streets were replaced with asphalt. Improvements were completed on Gilpin Drive and West Mill Street to provide for safer roadways, by widening the roadways and installing curb, gutter, sidewalk and storm sewer. The final phase, Phase VI, roadway improvements were completed for a portion of East Street. Street improvements were made to Yankee Road in conjunction with the sanitary sewer project. West Tech Blvd. Was extended to assist in the development of the South Tech Industrial Park. Sidewalks were installed in various areas of the City, per the Mobility Master Plan, to provide continuity and allow for safer pedestrian traffic.

***Letter of Transmittal  
For the Year Ended December 31, 2008***

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***Park Improvements:***

A section of the parking area was paved at Clearcreek Park due to the extensive use of the park. The electric was upgraded at North Park, as well as the parking lot being expanded to accommodate events at the Amphitheater and the usage of the park. Community Park improvements included repair to the concession stand roof and installation of batting cages. The design of E. Milo Beck Park, which is a passive park, establishes a ten-phase project. The first phase was completed in 2008 and consists of an overlook and parking area. The future phases will feature a tree house, observation tower and walking trails to enjoy the serene beauty.

***Water Capital Improvements:***

Replacement of a portion of water main on East Street in 2008 was completed in conjunction with the road improvements. A portion of the West Factory Road water main was replaced due to the age and condition of the water main. A portion of the water main on West Mill Street was replaced in conjunction with the West Mill Street roadway improvements. Three control valves were replaced at the Water Plant for safety and emergency measures.

***Sewer Capital Improvements:***

The final phase of construction of the Yankee Road sanitary sewer project was completed in 2008. This trunk sewer will improve capacity in that quadrant of the City and eliminate the Brookside Lift Station. Some improvements were also made to the sanitary sewer on West Factory Road in conjunction with the water main replacement on that road.

***Golf Course Improvements:***

The restrooms at the Clubhouse were renovated to improve aesthetics and functionality. The parking lot at the Clubhouse was expanded and resurfaced to accommodate the use of the facility and course. The irrigation pump station and building were replaced due to the age and deterioration of the building and equipment.

**For the Future (2009):**

***General Capital Improvements:***

The 2009 budget includes: \$5,670,000 for construction of a new municipal building; \$200,000 designated for landscaping and lighting at South Tech Industrial Park; \$200,000 for the installation of a traffic signal at SR741 and West Tech Blvd.; \$75,000 to replace computer servers; and \$50,000 for the City's streetscape and identity plan.

***Street Capital Improvements:***

The Mobility Master Plan was completed in 2001, which analyzed both motorized, and non-motorized transportation needs and developed a capital improvement plan. The 2009 budget includes funding for \$5,895,400 of street capital improvements in various areas. \$784,000 is designated for the City's annual resurfacing and miscellaneous street repair program. \$3,000,000 is appropriated for the replacement of remaining concrete streets within the City. There is \$637,000 designated for interchange improvements at SR73 and I-75. There is \$100,000 designated for improvements on Edwards Drive, \$245,500 for Pennyroyal Road improvements, \$1,028,900 designated for an Issue II project for East Mill Street improvements and \$100,000 for various sidewalk installations.

***Letter of Transmittal  
For the Year Ended December 31, 2008***

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***Park Improvements:***

The 2009 budget includes \$100,000 designated for improvements to E. Milo Beck Park on Lower Springboro Road. There is also \$100,000 for improvements at Clearcreek Park and \$30,000 for improvements to the playground at North Park.

***Water Capital Improvements:***

In 1995, the City commissioned the development of a Water Master Plan study in conjunction with the strategic planning process. This plan was updated in 1998 and 2001 to evaluate how the City's growth and development had compared to that projected in the earlier study and will be updated again in 2009. The 2009 budget includes funding for \$1,098,000 water capital improvements as follows: \$60,000 for the relocation of a 12" water main on Pennyroyal Road in conjunction with an ODOT project to replace the bridge on Pennyroyal Road over I-75; \$20,000 for the replacement of a portion of water main at Tamarack Hills; \$150,000 for the extension of the water main on Factory Road; \$150,000 for the extension of the water main on Advanced Drive; \$150,000 for the replacement of a portion of the 16" water main on Pennyroyal Road; \$150,000 for the extension of the water main on Tamarack and Renwood Drive; \$50,000 for the replacement of a portion of water main in conjunction with the road improvements on Edwards Drive; \$230,000 for the purchase of remote meter readers; \$50,000 for repair to the Clear Well Roof; and \$88,000 for the purchase of vehicles for the water department.

***Sewer Capital Improvements:***

The City has developed a Sanitary Sewer Master Plan to address the sewer collection system and treatment plant needs for the next 20-years. This plan includes an analysis of the system and a Capital Improvement Program (CIP) to address these needs. These CIP projects will be included in future proposed budgets and the following projects are included in the 2009 budget: \$90,000 for emergency generators at sanitary sewer lift stations.

***Golf Course Improvements:***

Heatherwoode Golf Course improvements for 2009 include: \$15,000 for improvements to the outdoor restrooms in the clubhouse; \$200,000 for bar and grille renovations at the clubhouse; \$135,000 for the replacement of kitchen equipment; and \$70,000 for lake bank restoration and dredging and course improvements.

***FINANCIAL INFORMATION***

**Internal Control, Budgetary Control and the Accounting System**

Development of the City's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance of the following:

1. The City's assets are protected against loss and unauthorized use or disposition.
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

***Letter of Transmittal  
For the Year Ended December 31, 2008***

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The concept of reasonable assurance states that internal controls should be evaluated applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation.
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the City administration and the Finance Department.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

Budgetary control is maintained at the object level for each department within each fund via legislation approved by City Council. Lower levels within each object are accounted for and reported internally. Such lower levels are referred to as line items of expenditure. Estimated amounts must be encumbered prior to final approval of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level appropriations are not approved unless additional appropriations are authorized. Unencumbered appropriations return (lapse) to the unappropriated balances in the individual funds at the end of each fiscal year, which coincides with the calendar year.

**Risk Management**

The City is adequately insured in all areas including buildings, contents, vehicles, equipment and general liability. The City is also covered under the Ohio Municipal League of Ohio Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (see Note 16). The City makes every effort to monitor insurance costs and related risk of accident to ensure proper fiscal management in this area.

***OTHER INFORMATION***

***Independent Audit:***

An audit team from Wilson, Shannon and Snow, Inc. has performed this year's audit. The independent auditor's unqualified opinion has been included in the Independent Auditors' Report.

***Certificate of Achievement:***

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Springboro, Ohio, for its Comprehensive Annual Financial Report for the year ended December 31, 2007. This was the nineteenth year that the government has achieved this prestigious award.

***Letter of Transmittal  
For the Year Ended December 31, 2008***

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In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

***Acknowledgment:***

Sincere appreciation is extended to the many people who have contributed their time and effort to prepare this report. The Finance Department Staff is to be commended for their input and commitment.

We would like to express appreciation to Mr. Donald J. Schonhardt, and his staff for their guidance and efforts in preparing this report.



Christine A. Thompson  
City Manager



Robyn L. Brown  
Director of Finance

**CITY OF SPRINGBORO, OHIO**

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***List of Principal Officials  
For the Year Ended December 31, 2008***

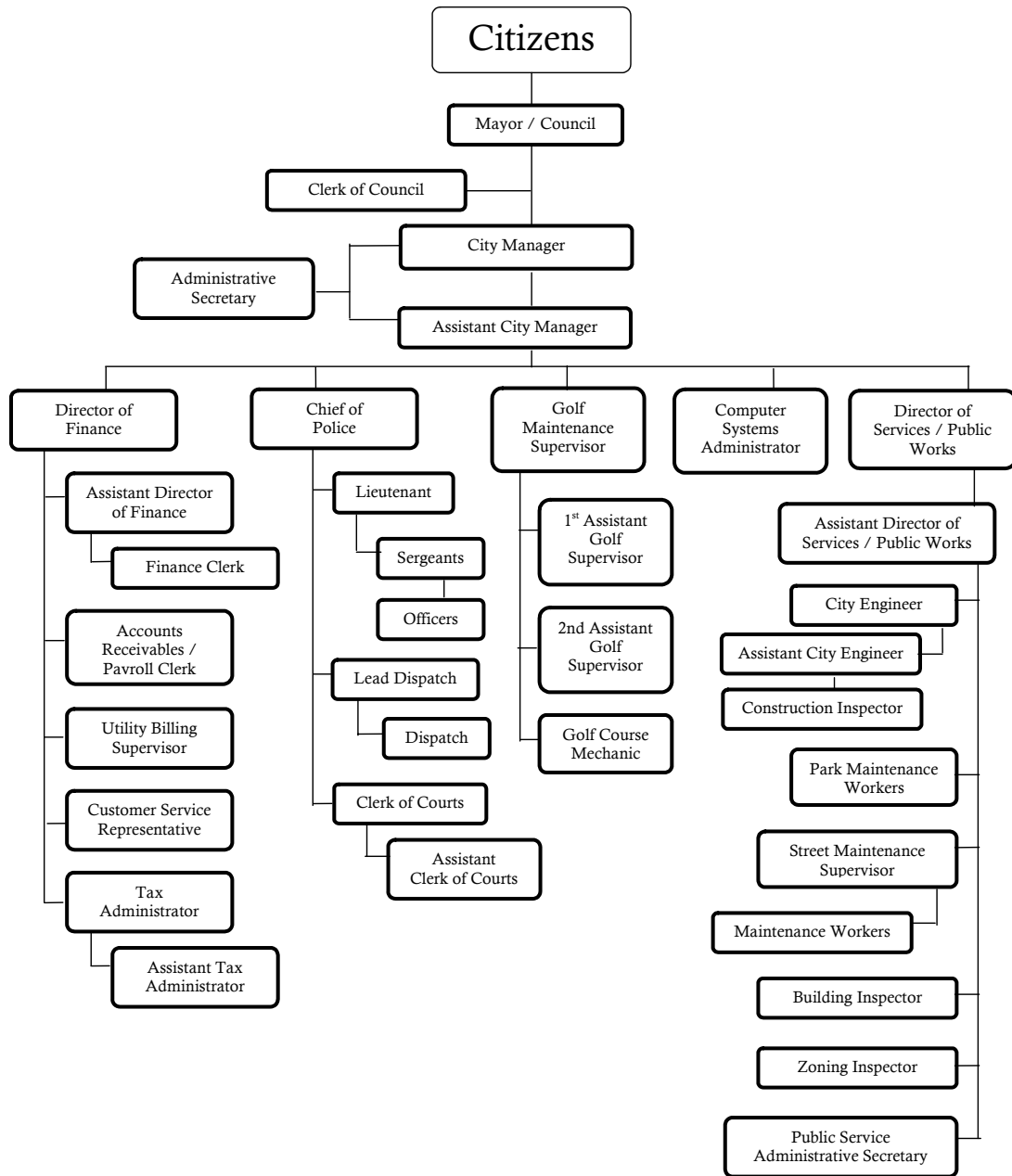
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<u><i>Council</i></u>	<u><i>Title</i></u>	<u><i>Years of Service *</i></u>	<u><i>Term expires</i></u>
John Agenbroad	Mayor	12	December 2011
Scott Anderson	Councilman Ward I	3	December 2009
Jim Chmiel	Councilman Ward II	7	December 2009
John Parise	Councilman Ward III	3	December 2009
Sheila Lairson	Councilman Ward IV	3	December 2009
Marie Belpulsi	Councilman at Large	15	December 2011
Tom LaDu	Councilman at Large	5	December 2011

<u><i>Appointed Officials</i></u>	<u><i>Title</i></u>
Christine Thompson	City Manager
Chris Pozzuto	Assistant City Manager
Barry Conway	Director of Public Works
Robyn Brown	Director of Finance
Jeff Kruithoff	Chief of Police
Alan Schaeffer	City Solicitor
Lori Martin	Clerk of Council
Raj Sharma	City Engineer
Kenneth Smith	Street Maintenance Supervisor
Beth Eaton	Assistant Director of Finance
Michelle Baker	Income Tax Administrator
Linda Harrison	Clerk of Mayor's Court
Vincent Murphy	Assistant Public Works Director
Deitra Mullins	Utilities Billing Supervisor
Elmer Dudas	Assistant City Engineer

\* Denotes length of service with the City, not necessarily solely in the capacity which they now hold.

**City Organizational Chart  
For the Year Ended December 31, 2008**



Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

City of Springboro  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

## *FINANCIAL SECTION*

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## INDEPENDENT AUDITORS' REPORT

City of Springboro  
Warren County  
425 South Pioneer Boulevard  
Springboro, Ohio 45066

To the City Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Springboro, Warren County, Ohio (the City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Springboro, Warren County, Ohio, as of December 31, 2008, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparison for the General fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As disclosed in Note 18, the City implemented GASB Statement No. 49, "Accounting and Financial Reporting for Pollution Reclamation Obligations" and GASB statement No. 52, "Land and Other Real Estate Held as Investments by Endowments".

In accordance with *Government Auditing Standards*, we have also issued our report dated June 5, 2009, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

*Wilson, Shannon & Snow, Inc.*

**CERTIFIED PUBLIC ACCOUNTANTS**  
Ten West Locust Street  
Newark, Ohio 43055  
(740) 345-6611  
1-800-523-6611  
FAX (740) 345-5635

City of Springboro  
Warren County  
Independent Auditors' Report

Management's Discussion & Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund financial statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory and statistical sections to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Wilson, Shuman & Snow, Inc.*

Newark, Ohio  
June 5, 2009

***Management's Discussion and Analysis  
For the Year Ended December 31, 2008***

***Unaudited***

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Management's discussion and analysis of the City of Springboro's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2008. The intent of management's discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for 2008 are as follows:

- ❑ In total, net assets increased \$1.9 million. Net assets of governmental activities increased \$619,131 which represents a 1.2% increase from 2007. Net assets of business-type activities increased \$1.3 million or 2.2% from 2007.
- ❑ General revenues accounted for \$12.6 million in revenue or 49% of all revenues. Program specific revenues in the form of charges for services and sales and grants and contributions accounted for 51% of total revenues of \$25.6 million.
- ❑ Total net assets of governmental activities increased by \$619,131 in total. This increase is primarily in capital contributions due to performance bonds being cashed by the City for work not being completed by developers.
- ❑ The City had \$12.5 million in expenses related to governmental activities; \$3.7 million of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues (primarily taxes) of \$12.3 million were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$9.9 million in revenues and \$7.8 million in expenditures. The general fund's fund balance increased \$455,089 to \$6.2 million.
- ❑ Net assets for enterprise funds increased by \$1.3 million. This increase resulted primarily from capital assets due to infrastructure with the installation of new water and sewer mains. There also was an increase in golf due to the expansion of the golf maintenance building, as well as the purchase of golf maintenance equipment to replace equipment that was fifteen to twenty years old.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

### **Government-wide Statements**

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed. Net assets (the difference between the City's assets and liabilities) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as property tax base, current property tax laws, conditions of the City's streets and continued growth within the City.

The government-wide financial statements of the City are divided into two categories:

- Governmental Activities – Most of the City's program's and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's golf course, water, sewer, trash and storm water services are reported as business-type activities.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

Governmental Funds – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2008***

***Unaudited***

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary balances are reported in the separate Statement of Assets and Liabilities.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The following table provides a summary of the City's net assets for 2008 compared to 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$30,010,921	\$22,566,593	\$14,627,841	\$14,633,448	\$44,638,762	\$37,200,041
Capital assets, Net	38,875,544	37,384,585	82,911,571	83,206,328	121,787,115	120,590,913
Total assets	<u>68,886,465</u>	<u>59,951,178</u>	<u>97,539,412</u>	<u>97,839,776</u>	<u>166,425,877</u>	<u>157,790,954</u>
Long-term debt outstanding	13,711,876	5,151,401	36,245,858	37,824,954	49,957,734	42,976,355
Other liabilities	4,464,495	4,708,814	483,591	515,591	4,948,086	5,224,405
Total liabilities	<u>18,176,371</u>	<u>9,860,215</u>	<u>36,729,449</u>	<u>38,340,545</u>	<u>54,905,820</u>	<u>48,200,760</u>
Net assets						
Invested in capital assets, net of related debt	28,928,245	29,738,654	49,184,865	48,566,261	78,113,110	78,304,915
Restricted	12,587,110	11,542,608	2,525,520	2,186,063	15,112,630	13,728,671
Unrestricted	9,194,739	8,809,701	9,099,578	8,746,907	18,294,317	17,556,608
Total net assets	<u>\$50,710,094</u>	<u>\$50,090,963</u>	<u>\$60,809,963</u>	<u>\$59,499,231</u>	<u>\$111,520,057</u>	<u>\$109,590,194</u>

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**CITY OF SPRINGBORO, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2008**

**Unaudited**

Changes in Net Assets – The following table shows the changes in net assets for 2008 compared to 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues						
Program Revenues:						
Charges for Services and Sales	\$1,520,323	\$1,543,909	\$8,824,189	\$8,272,819	\$10,344,512	\$9,816,728
Operating Grants and Contributions	1,072,511	950,410	0	0	1,072,511	950,410
Capital Grants and Contributions	1,124,572	587,717	523,074	1,171,053	1,647,646	1,758,770
Total Program Revenues	3,717,406	3,082,036	9,347,263	9,443,872	13,064,669	12,525,908
General revenues:						
Income Taxes	9,678,509	9,654,160	0	0	9,678,509	9,654,160
Property Taxes	691,809	763,912	0	0	691,809	763,912
Other Local Taxes	83,684	87,807	0	0	83,684	87,807
Payment in Lieu of Taxes	381,409	384,014	0	0	381,409	384,014
Intergovernmental, unrestricted	453,943	564,359	0	0	453,943	564,359
Investment Earnings	625,240	770,851	288,591	509,099	913,831	1,279,950
Miscellaneous	366,047	357,341	0	0	366,047	357,341
Gain on Sale of Assets Held for Resale	0	437,706	0	0	0	437,706
Total General Revenues	12,280,641	13,020,150	288,591	509,099	12,569,232	13,529,249
Total Revenues	15,998,047	16,102,186	9,635,854	9,952,971	25,633,901	26,055,157
Program Expenses						
Security of Persons and Property	2,982,330	2,697,240	0	0	2,982,330	2,697,240
Public Health and Welfare Services	14,060	11,518	0	0	14,060	11,518
Leisure Time Activities	626,883	534,363	0	0	626,883	534,363
Community Environment	582,985	736,720	0	0	582,985	736,720
Transportation	2,492,616	2,194,691	0	0	2,492,616	2,194,691
General Government	5,399,004	4,076,554	0	0	5,399,004	4,076,554
Interest and Fiscal Charges	433,470	466,493	0	0	433,470	466,493
Golf Course	0	0	3,250,865	2,641,012	3,250,865	2,641,012
Water	0	0	3,437,672	3,349,609	3,437,672	3,349,609
Sewer	0	0	3,371,521	3,000,301	3,371,521	3,000,301
Trash	0	0	806,723	796,749	806,723	796,749
Storm Water	0	0	305,909	182,234	305,909	182,234
Total Expenses	12,531,348	10,717,579	11,172,690	9,969,905	23,704,038	20,687,484
Change in Net Assets before transfers	3,466,699	5,384,607	(1,536,836)	(16,934)	1,929,863	5,367,673
Transfers	(2,847,568)	(3,011,900)	2,847,568	3,011,900	0	0
Total Change in Net Assets	619,131	2,372,707	1,310,732	2,994,966	1,929,863	5,367,673
Beginning Net Assets	50,090,963	47,718,256	59,499,231	56,504,265	109,590,194	104,222,521
Ending Net Assets	\$50,710,094	\$50,090,963	\$60,809,963	\$59,499,231	\$111,520,057	\$109,590,194

***Management's Discussion and Analysis  
For the Year Ended December 31, 2008***

***Unaudited***

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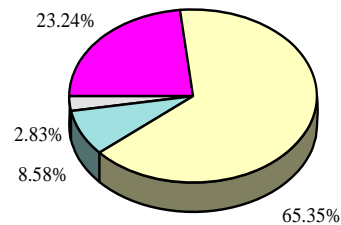
***Governmental Activities***

Net assets of the City's governmental activities increased by \$619,131. This was due primarily because revenue collections continued to outpace expenditures, mainly due to management's continued effort to maintain expenditures at a minimum increase. The increase in revenue was mainly in capital contributions due to performance bonds being cashed by the City for work not being completed by developers. The work will be completed by the City in 2009.

The City receives an income tax, which is based on 1.5% of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City.

Property taxes and income taxes made up 4.32% and 60.5% respectively of revenues for governmental activities for the City in 2008. The City's reliance upon tax revenues is demonstrated by the following graph indicating 65.35% of total revenues from general tax revenues:

Revenue Sources	2008	Percent of Total
Intergovernmental, unrestricted	\$453,943	2.83%
Program Revenues	3,717,406	23.24%
General Tax Revenues	10,454,002	65.35%
General Other	1,372,696	8.58%
<b>Total Revenue</b>	<b>\$15,998,047</b>	<b>100.00%</b>



***Business-Type Activities***

Net assets of the business-type activities increased by \$1,310,732. This increase was the result of an increase in user rates for water, sewer and trash customers, while keeping expense increases to a minimum. User rates are increased annually based on the average of the national inflationary rate for the previous three years. This coupled with an increase in capital assets, accounted for the majority of the increase in net assets.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2008***

***Unaudited***

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

The City's governmental funds reported a combined fund balance of \$20,725,912, which is an increase from last year's balance of \$12,721,932. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2008 and 2007:

	Fund Balance <u>December 31, 2008</u>	Fund Balance <u>December 31, 2007</u>	Increase (Decrease)
General	\$6,192,106	\$5,737,017	\$455,089
Debt Service	690,035	463,997	226,038
Construction (Capital Project)	10,690,336	4,019,697	6,670,639
Land Acquisition (Capital Project)	919,962	727,168	192,794
Income Tax Capital			
Improvement (Capital Project)	541,216	520,850	20,366
Other Governmental	<u>1,692,257</u>	<u>1,253,203</u>	<u>439,054</u>
Total	<u><u>\$20,725,912</u></u>	<u><u>\$12,721,932</u></u>	<u><u>\$8,003,980</u></u>

*General Fund* – The City's General Fund balance increase is due mainly to management's efforts to maintain expenditures at a level well below the amount of revenue being collected. Although the City saw a decrease in revenue from the prior year and an increase in expenditures from the prior year, management was able to minimize expenditures and keep them below the amount of revenue collected. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2008 <u>Revenues</u>	2007 <u>Revenues</u>	Increase (Decrease)
Municipal Income Taxes	\$6,486,131	\$6,471,280	\$14,851
Property and Other Taxes	725,270	727,737	(2,467)
Intergovernmental Revenue	450,441	520,320	(69,879)
Charges for Services	980,683	961,574	19,109
Fines, Licenses and Permits	332,711	482,908	(150,197)
Investment Earnings	578,213	713,078	(134,865)
Special Assessments	26,796	34,267	(7,471)
All Other Revenue	<u>322,305</u>	<u>147,810</u>	<u>174,495</u>
Total	<u><u>\$9,902,550</u></u>	<u><u>\$10,058,974</u></u>	<u><u>(\$156,424)</u></u>

General Fund revenues decreased compared with revenues in 2007. The decrease is mostly attributed to decreased investment earnings due to the economic impact on investment rates and the reduction in building permits. Buildings permits started to decline over the past couple of years, as projected, because the City had sustained fast growth for an extended period of time and is now close to build-out.

**CITY OF SPRINGBORO, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2008***

***Unaudited***

	2008	2007	Increase (Decrease)
	Expenditures	Expenditures	
Security of Persons and Property	\$2,732,713	\$2,562,619	\$170,094
Public Health and Welfare Services	14,060	11,518	2,542
Leisure Time Activities	434,357	418,201	16,156
Community Environment	583,002	725,553	(142,551)
General Government	3,995,057	3,748,615	246,442
Debt Service:			
Principal Retirement	8,384	8,032	352
Interest and Fiscal Charges	1,581	812	769
Total	<u>\$7,769,154</u>	<u>\$7,475,350</u>	<u>\$293,804</u>

General Fund expenditures increased by \$293,804 or 3.9% over the prior year mostly due to an increase in the costs associated with health insurance benefits and an increase in expenses associated with security of persons and property due to additional police officers being hired in 2008. The additional police officers were added to the department due to the growth of the City over the past several years.

*Debt Service Fund* – The Debt Service Fund balance increased this year by \$226,038 because the City collected additional intergovernmental revenues. This increase was due to the increase in TIF (Tax Increment Financing) revenue collected from the new businesses in the TIF area.

*Construction and Land Acquisition Funds* - The fund balances of these funds will vary from year to year based upon the City's capital project schedules. The City maintains a five-year Capital Improvement Program, which is approved each year by City Council.

*Income Tax Capital Improvement Fund* - The fund balance increased \$20,366 to a balance of \$541,216. Smaller than normal transfers out to other funds accounted for this increase. The decrease in transfers were the result of other funding sources being utilized for capital projects.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of 2008 the City amended its General Fund budget several times, none significant.

For the General Fund, final budget basis revenue of \$9.6 million decreased \$16,800 below the original budget estimates due to lower than projected charges for services. There was a decrease in building permit revenue from previous years, as the City's growth is slowing. The General Fund had an adequate fund balance to cover expenditures.

The large variances between budgeted and actual figures represent higher than expected revenue collections, as previously noted and prudent financial management of expenditure outlays.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal 2008 the City had \$121,787,115 net of accumulated depreciation invested in land, improvements, infrastructure, buildings, machinery and equipment and construction in progress. Of this total, \$38,875,544 was related to governmental activities and \$82,911,571 to the business-type activities. The following table shows 2008 and 2007 balances:

	Governmental Activities		Increase (Decrease)
	2008	2007	
Land	\$15,752,454	\$16,107,287	(\$354,833)
Construction in Progress	3,017,747	393,499	2,624,248
Total Non-Depreciable Capital Assets	<u>18,770,201</u>	<u>16,500,786</u>	<u>2,269,415</u>
Improvements	425,341	425,341	0
Infrastructure	33,948,133	33,384,066	564,067
Buildings	2,873,080	3,315,237	(442,157)
Machinery and Equipment	2,851,484	2,500,918	350,566
Less: Accumulated Depreciation	<u>(19,992,695)</u>	<u>(18,741,763)</u>	<u>(1,250,932)</u>
Total Depreciable Capital Assets	<u>20,105,343</u>	<u>20,883,799</u>	<u>(778,456)</u>
Totals	<u>\$38,875,544</u>	<u>\$37,384,585</u>	<u>\$1,490,959</u>

	Business-Type Activities		Increase (Decrease)
	2008	2007	
Land	\$8,685,240	\$8,685,240	\$0
Construction in Progress	155,042	223,382	(68,340)
Total Non-Depreciable Capital Assets	<u>8,840,282</u>	<u>8,908,622</u>	<u>(68,340)</u>
Buildings	3,668,638	3,418,567	250,071
Land Improvements	1,426,224	1,257,471	168,753
Infrastructure	81,705,504	81,078,590	626,914
Machinery and Equipment	1,951,924	1,553,494	398,430
Less: Accumulated Depreciation	<u>(14,681,001)</u>	<u>(13,010,416)</u>	<u>(1,670,585)</u>
Total Non-Depreciable Capital Assets	<u>74,071,289</u>	<u>74,297,706</u>	<u>(226,417)</u>
Totals	<u>\$82,911,571</u>	<u>\$83,206,328</u>	<u>(\$294,757)</u>

The primary increases occurred in construction in progress and infrastructure for governmental activities. The increase in infrastructure improvements (the City repaved 27 streets plus a parking lot at Clearcreek Park) is relative to the growth within the City over the past ten years. The construction in progress is primarily related to the construction of the new municipal building and development in the South Tech Area. The increase in business-type activities capital assets occurred primarily in infrastructure (i.e. replacement of small water and sewer mains to larger sizes). This is a result of the growth which has taken place within the City.

**Management's Discussion and Analysis  
For the Year Ended December 31, 2008****Unaudited**

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As of December 31, 2008, the City has contractual commitments of \$10,617,425 for various projects. Included in these projects are the new municipal building and E. Milo Beck Park. Additional information on the City's capital assets can be found in Note 7.

**Debt**

At December 31, 2008, the City had \$49.3 million in bonds outstanding, \$2,809,033 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2008 and 2007:

	<u>2008</u>	<u>2007</u>
Governmental Activities:		
Special Assessment Bonds	\$2,833,000	\$3,070,000
General Obligation Bonds	10,646,861	1,852,100
Capital Leases Payable	8,115	23,832
Compensated Absences	223,900	205,469
Total Governmental Activities	<u>13,711,876</u>	<u>5,151,401</u>
Business-Type Activities:		
General Obligation Bonds	\$13,522,197	\$3,400,174
Mortgage Revenue Bonds	22,298,880	34,293,321
Capital Leases Payable	340,600	57,809
Compensated Absences	84,181	73,650
Total Business-Type Activities	<u>36,245,858</u>	<u>37,824,954</u>
Totals	<u>\$49,957,734</u>	<u>\$42,976,355</u>

State statutes limit the amount of unvoted general obligation debt the City may issue. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Springboro lies, is limited to ten mills. At December 31, 2008, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 12.

**ECONOMIC FACTORS**

The City's budget for 2009 is very conservative. Springboro's growth over the past fifteen to twenty years made it one of the fastest growing cities in Ohio and with the continuing decrease in state funding, planning for the future remains a challenge. City Council decided they wanted to maintain current service levels to the residents of the City, which required pursuing a way to increase revenues. City Council took action in 2004 to increase revenues by reducing the income tax credit allowed for income tax paid to another municipality. This revenue increase along with the City's continued effort to maintain expenditures at a minimum increase has enabled the City to maintain current service levels to its residents and plan for future needs.

City Council continues to pursue new revenue sources to ensure fiscal stability. Possible new revenue sources include new fees, an increase in the income tax rate, and an additional reduction the credit allowed for taxes paid to other municipalities or a levy.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Finance Department by calling 937-748-4353 or writing to City of Springboro Finance Department, 320 West Central Avenue, Springboro, Ohio 45066.



**CITY OF SPRINGBORO, OHIO**

**Statement of Net Assets  
December 31, 2008**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 9,791,523	\$ 4,927,342	\$ 14,718,865
Investments	9,085,526	4,661,877	13,747,403
Receivables:			
Property Taxes	709,047	0	709,047
Accounts	11,810	1,122,257	1,134,067
Intergovernmental	1,016,534	42,555	1,059,089
Income Taxes	1,490,529	0	1,490,529
Special Assessments	3,720,479	0	3,720,479
Inventory of Supplies at Cost	89,570	31,075	120,645
Inventory Held for Resale	0	21,640	21,640
Prepaid Items	130,169	45,016	175,185
Restricted Assets:			
Cash and Cash Equivalents	0	117,757	117,757
Cash and Cash Equivalents with Fiscal Agent	0	2,525,520	2,525,520
Assets Held for Resale	3,774,067	0	3,774,067
Non-Depreciable Capital Assets	18,770,201	8,840,282	27,610,483
Depreciable Capital Assets, Net	20,105,343	74,071,289	94,176,632
Unamortized Bond Issuance Costs	191,667	880,081	1,071,748
Deferred Loss on Early Retirement of Debt	0	252,721	252,721
<b>Total Assets</b>	<b>68,886,465</b>	<b>97,539,412</b>	<b>166,425,877</b>
<b>Liabilities:</b>			
Accounts Payable	686,018	84,264	770,282
Accrued Wages and Benefits	159,983	51,773	211,756
Intergovernmental Payable	162,068	98,362	260,430
Refundable Deposits	0	117,757	117,757
Unearned Revenue	679,681	0	679,681
Accrued Interest Payable	76,745	131,435	208,180
General Obligation Notes Payable	2,700,000	0	2,700,000
Long Term Liabilities:			
Amounts Due within one year	1,177,752	1,739,149	2,916,901
Amounts Due in More Than One Year	12,534,124	34,506,709	47,040,833
<b>Total Liabilities</b>	<b>18,176,371</b>	<b>36,729,449</b>	<b>54,905,820</b>

**CITY OF SPRINGBORO, OHIO**

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	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Net Assets:</b>			
Invested in Capital Assets, Net of Related Debt	28,928,245	49,184,865	78,113,110
Restricted For:			
Capital Projects	6,439,020	0	6,439,020
Debt Service	4,354,019	2,525,520	6,879,539
Security of Persons	242,337	0	242,337
Transportation	1,234,408	0	1,234,408
General Government	317,326	0	317,326
Unrestricted	9,194,739	9,099,578	18,294,317
<b>Total Net Assets</b>	<u>\$ 50,710,094</u>	<u>\$ 60,809,963</u>	<u>\$ 111,520,057</u>

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2008**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Security of Persons and Property	\$ 2,982,330	\$ 37,942	\$ 35,786	\$ 0
Public Health and Welfare Services	14,060	0	0	0
Leisure Time Activities	626,883	22,687	0	0
Community Environment	582,985	85,520	0	0
Transportation	2,492,616	291	1,036,725	1,124,572
General Government	5,399,004	1,373,883	0	0
Interest and Fiscal Charges	433,470	0	0	0
<b>Total Governmental Activities</b>	<b>12,531,348</b>	<b>1,520,323</b>	<b>1,072,511</b>	<b>1,124,572</b>
<b>Business-Type Activities:</b>				
Golf Course	3,250,865	2,081,195	0	16,905
Water	3,437,672	3,084,379	0	156,300
Sewer	3,371,521	2,494,398	0	349,869
Trash	806,723	922,152	0	0
Storm Water	305,909	242,065	0	0
<b>Total Business-Type Activities</b>	<b>11,172,690</b>	<b>8,824,189</b>	<b>0</b>	<b>523,074</b>
<b>Totals</b>	<b>\$ 23,704,038</b>	<b>\$ 10,342,036</b>	<b>\$ 1,072,511</b>	<b>\$ 1,647,646</b>

**General Revenues:**

Income Taxes  
Property Taxes  
Other Local Taxes  
Payment in Lieu of Taxes  
Intergovernmental, unrestricted  
Investment Earnings  
Miscellaneous

**Transfers**

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

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Net (Expense) Revenue  
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (2,908,602)	\$ 0	\$ (2,908,602)
(14,060)	0	(14,060)
(604,196)	0	(604,196)
(497,465)	0	(497,465)
(331,028)	0	(331,028)
(4,025,121)	0	(4,025,121)
(433,470)	0	(433,470)
<u>(8,813,942)</u>	<u>0</u>	<u>(8,813,942)</u>
0	(1,152,765)	(1,152,765)
0	(196,993)	(196,993)
0	(527,254)	(527,254)
0	115,429	115,429
0	(63,844)	(63,844)
<u>0</u>	<u>(1,825,427)</u>	<u>(1,825,427)</u>
<u>(8,813,942)</u>	<u>(1,825,427)</u>	<u>(10,639,369)</u>
9,678,509	0	9,678,509
691,809	0	691,809
83,684	0	83,684
381,409	0	381,409
453,943	0	453,943
625,240	288,591	913,831
366,047	0	366,047
(2,847,568)	2,847,568	0
<u>9,433,073</u>	<u>3,136,159</u>	<u>12,569,232</u>
619,131	1,310,732	1,929,863
<u>50,090,963</u>	<u>59,499,231</u>	<u>109,590,194</u>
<u>\$ 50,710,094</u>	<u>\$ 60,809,963</u>	<u>\$ 111,520,057</u>

**CITY OF SPRINGBORO, OHIO**

**Balance Sheet  
Governmental Funds  
December 31, 2008**

	General	Debt Service	Construction	Land Acquisition
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 2,257,420	\$ 690,035	\$ 5,269,183	\$ 65,561
Investments	3,435,236	0	5,650,290	0
Receivables:				
Property Taxes	709,047	0	0	0
Accounts	11,810	0	0	0
Intergovernmental	229,755	0	113,809	0
Income Taxes	993,686	0	0	0
Special Assessments	0	3,720,479	0	0
Inventory of Supplies, at Cost	10,064	0	0	0
Prepaid Items	122,844	0	0	0
Assets Held for Resale	0	0	199,416	3,574,651
<b>Total Assets</b>	<b>\$ 7,769,862</b>	<b>\$ 4,410,514</b>	<b>\$ 11,232,698</b>	<b>\$ 3,640,212</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 98,080	\$ 0	\$ 542,362	\$ 0
Accrued Wages and Benefits Payable	143,057	0	0	0
Intergovernmental Payable	152,517	0	0	0
Deferred Revenue	1,184,102	3,720,479	0	0
Accrued Interest Payable	0	0	0	20,250
General Obligation Notes Payable	0	0	0	2,700,000
<b>Total Liabilities</b>	<b>1,577,756</b>	<b>3,720,479</b>	<b>542,362</b>	<b>2,720,250</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	334,217	0	1,600,081	0
Reserved for Prepaid Items	122,844	0	0	0
Reserved for Supplies Inventory	10,064	0	0	0
Reserved for Debt Service	0	690,035	0	0
Reserved for Assets Held for Resale	0	0	199,416	3,574,651
Undesignated/Unreserved in:				
General Fund	5,724,981	0	0	0
Special Revenue Funds	0	0	0	0
Capital Projects	0	0	8,890,839	(2,654,689)
<b>Total Fund Balances</b>	<b>6,192,106</b>	<b>690,035</b>	<b>10,690,336</b>	<b>919,962</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,769,862</b>	<b>\$ 4,410,514</b>	<b>\$ 11,232,698</b>	<b>\$ 3,640,212</b>

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

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Income Tax Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ 201,911	\$ 1,307,413	\$ 9,791,523
0	0	9,085,526
0	0	709,047
0	0	11,810
0	672,970	1,016,534
496,843	0	1,490,529
0	0	3,720,479
0	79,506	89,570
0	7,325	130,169
0	0	3,774,067
<u>\$ 698,754</u>	<u>\$ 2,067,214</u>	<u>\$ 29,819,254</u>
\$ 0	\$ 45,576	\$ 686,018
0	16,926	159,983
0	9,551	162,068
157,538	302,904	5,365,023
0	0	20,250
0	0	2,700,000
<u>157,538</u>	<u>374,957</u>	<u>9,093,342</u>
0	369,170	2,303,468
0	7,325	130,169
0	79,506	89,570
0	0	690,035
0	0	3,774,067
0	0	5,724,981
0	1,115,267	1,115,267
541,216	120,989	6,898,355
<u>541,216</u>	<u>1,692,257</u>	<u>20,725,912</u>
<u>\$ 698,754</u>	<u>\$ 2,067,214</u>	<u>\$ 29,819,254</u>

**CITY OF SPRINGBORO, OHIO**

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***Reconciliation Of Total Governmental Fund Balances  
To Net Assets Of Governmental Activities  
December 31, 2008***

---

**Total Governmental Fund Balances** \$ 20,725,912

***Amounts reported for governmental activities in the  
statement of net assets are different because***

Capital Assets used in governmental activities are not  
resources and therefore are not reported in the funds. 38,875,544

Other long-term assets are not available to pay for current-  
period expenditures and therefore are deferred in the funds.

Income Taxes Receivable - accrual basis	472,614	
Property Taxes Receivable - accrual basis	29,366	
Special Assessments Receivable - accrual basis	3,720,479	
Grants Receivable - accrual basis	462,883	
Total		4,685,342

Long-term liabilities, including bonds payable, are not due  
and payable in the current period and therefore are not  
reported in the funds.

Amounts Due Within One Year	(1,177,752)	
Amounts Due in More Than One Year	(12,534,124)	
Accrued Interest on Long-Term Debt	(56,495)	
Bond Issuance Costs	191,667	
Total		(13,576,704)

***Net Assets of Governmental Activities*** \$ 50,710,094

See accompanying notes to the basic financial statements



**CITY OF SPRINGBORO, OHIO**

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**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2008**

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	<u>General</u>	<u>Debt Service</u>	<u>Construction</u>	<u>Land Acquisition</u>
<b>Revenues:</b>				
Municipal Income Tax	\$ 6,486,131	\$ 0	\$ 0	\$ 0
Property and Other Taxes	725,270	0	0	0
Payment in Lieu of Taxes	0	381,409	0	0
Intergovernmental Revenues	450,441	0	113,809	0
Charges for Services	980,683	0	0	0
Fines, Licenses and Permits	332,711	0	0	0
Investment Earnings	578,213	0	28,898	0
Special Assessments	26,796	461,646	20,917	0
Donations	0	0	0	0
Payments From Developers	0	0	972,412	0
All Other Revenue	322,305	0	213,898	1,314
<b>Total Revenue</b>	<u>9,902,550</u>	<u>843,055</u>	<u>1,349,934</u>	<u>1,314</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	2,732,713	0	0	0
Public Health and Welfare Services	14,060	0	0	0
Leisure Time Activities	434,357	0	0	0
Community Environment	583,002	0	0	0
Transportation	0	0	0	0
General Government	3,995,057	0	390,759	0
Capital Outlay	0	0	4,245,373	57,510
Debt Service:				
Principal Retirement	8,384	584,100	0	0
Interest and Fiscal Charges	1,581	325,536	190,547	90,510
<b>Total Expenditures</b>	<u>7,769,154</u>	<u>909,636</u>	<u>4,826,679</u>	<u>148,020</u>
Excess (Deficiency) of Revenues Over Expenditures	2,133,396	(66,581)	(3,476,745)	(146,706)

**CITY OF SPRINGBORO, OHIO**

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Income Tax Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ 3,242,934	\$ 0	\$ 9,729,065
0	75,000	800,270
0	0	381,409
0	1,067,825	1,632,075
0	0	980,683
0	34,015	366,726
0	18,129	625,240
0	0	509,359
0	7,032	7,032
0	0	972,412
0	165,682	703,199
<u>3,242,934</u>	<u>1,367,683</u>	<u>16,707,470</u>
0	85,747	2,818,460
0	0	14,060
0	0	434,357
0	0	583,002
0	883,759	883,759
0	49,349	4,435,165
0	313,113	4,615,996
0	7,333	599,817
0	403	608,577
<u>0</u>	<u>1,339,704</u>	<u>14,993,193</u>
3,242,934	27,979	1,714,277

(Continued)

**CITY OF SPRINGBORO, OHIO**

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**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2008**

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	<u>General</u>	<u>Debt Service</u>	<u>Construction</u>	<u>Land Acquisition</u>
<b>Other Financing Sources (Uses):</b>				
General Obligation Bonds Issued	0	0	8,900,000	0
Premium on General Obligation Bonds	0	0	232,146	0
Refunding Bonds Issued	535,000	0	240,000	0
Premium on Refunding Bonds	13,955	0	6,260	0
Payment to Refunded Bond Escrow Agent	(547,835)	0	(237,665)	0
Transfers In	0	292,619	1,160,800	339,500
Transfers Out	<u>(1,680,559)</u>	<u>0</u>	<u>(154,157)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(1,679,439)</u>	<u>292,619</u>	<u>10,147,384</u>	<u>339,500</u>
Net Change in Fund Balances	453,957	226,038	6,670,639	192,794
<b>Fund Balances at Beginning of Year</b>	5,737,017	463,997	4,019,697	727,168
Increase (Decrease) in Inventory Reserve	<u>1,132</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances End of Year</b>	<u>\$ 6,192,106</u>	<u>\$ 690,035</u>	<u>\$ 10,690,336</u>	<u>\$ 919,962</u>

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

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<u>Income Tax Capital Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
0	0	8,900,000
0	0	232,146
0	0	775,000
0	0	20,215
0	0	(785,500)
0	705,000	2,497,919
<u>(3,222,568)</u>	<u>(288,203)</u>	<u>(5,345,487)</u>
<u>(3,222,568)</u>	<u>416,797</u>	<u>6,294,293</u>
20,366	444,776	8,008,570
520,850	1,253,203	12,721,932
0	(5,722)	(4,590)
<u>\$ 541,216</u>	<u>\$ 1,692,257</u>	<u>\$ 20,725,912</u>

**CITY OF SPRINGBORO, OHIO**

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***Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For The Year Ended December 31, 2008***

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**Net Change in Fund Balances - Total Governmental Funds** \$ 8,008,570

***Amounts reported for governmental activities in the statement of activities are different because***

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period. 2,317,583

The net effect of various miscellaneous transactions involving capital assets (i.e. disposals and donations) is to increase net assets. (826,624)

Revenues and transfers in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (490,440)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. (8,350,377)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (16,560)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (23,021)

***Change in Net Assets of Governmental Activities*** \$ 619,131

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Municipal Income Tax	\$ 6,381,000	\$ 6,381,000	\$ 6,486,718	\$ 105,718
Property and Other Taxes	738,000	738,000	726,133	(11,867)
Intergovernmental Revenue	488,562	488,562	449,636	(38,926)
Charges for Services	990,800	974,000	980,683	6,683
Fines, Licenses and Permits	392,340	392,340	324,748	(67,592)
Investment Earnings	480,000	480,000	576,951	96,951
Special Assessments	34,000	34,000	26,796	(7,204)
All Other Revenues	100,100	100,100	314,771	214,671
Total Revenues	<u>9,604,802</u>	<u>9,588,002</u>	<u>9,886,436</u>	<u>298,434</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	2,962,336	3,041,623	2,736,310	305,313
Public Health and Welfare Services	14,061	14,061	14,060	1
Leisure Time Activities	522,019	546,729	441,507	105,222
Community Environment	911,206	905,050	724,936	180,114
General Government	4,655,740	4,707,897	4,309,531	398,366
Total Expenditures	<u>9,065,362</u>	<u>9,215,360</u>	<u>8,226,344</u>	<u>989,016</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	539,440	372,642	1,660,092	1,287,450
<b>Other Financing Sources (Uses):</b>				
Refunding Bonds Issued	0	0	3,603	3,603
Transfers In	500	500	0	(500)
Transfers Out	(1,226,800)	(1,681,300)	(1,680,559)	741
Total Other Financing Sources (Uses):	<u>(1,226,300)</u>	<u>(1,680,800)</u>	<u>(1,676,956)</u>	<u>3,844</u>
Net Change in Fund Balance	(686,860)	(1,308,158)	(16,864)	1,291,294
Fund Balance at Beginning of Year	4,938,864	4,938,864	4,938,864	0
Prior Year Encumbrances	331,680	331,680	331,680	0
Fund Balance at End of Year	<u>\$ 4,583,684</u>	<u>\$ 3,962,386</u>	<u>\$ 5,253,680</u>	<u>\$ 1,291,294</u>

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

**Statement of Net Assets  
Proprietary Funds  
December 31, 2008**

	Business-Type Activities Enterprise Funds			
	Golf Course	Water	Sewer	Trash
<b>Assets:</b>				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 275,827	\$ 2,184,033	\$ 1,556,866	\$ 400,140
Investments	0	2,468,274	1,764,521	429,082
<i>Receivables:</i>				
Accounts	4,216	440,070	464,618	168,886
Intergovernmental	16,905	11,629	14,021	0
Inventory of Supplies at Cost	31,075	0	0	0
Inventory Held for Resale	21,640	0	0	0
Prepaid Items	8,592	25,356	9,525	1,543
<i>Total Current Assets</i>	<u>358,255</u>	<u>5,129,362</u>	<u>3,809,551</u>	<u>999,651</u>
<i>Non Current Assets:</i>				
<i>Restricted Assets:</i>				
Cash and Cash Equivalents	0	117,757	0	0
Cash and Cash Equivalents with Fiscal Agent	0	330,339	2,195,181	0
Non-Depreciable Capital Assets	7,755,718	861,914	222,650	0
Depreciable Capital Assets, Net	3,321,982	27,862,486	35,377,181	0
Unamortized Bond Issuance Cost	50,350	245,714	584,017	0
Deferred Loss on Early Retirement of Debt	231,473	0	21,248	0
<i>Total Noncurrent Assets</i>	<u>11,359,523</u>	<u>29,418,210</u>	<u>38,400,277</u>	<u>0</u>
<b>Total Assets</b>	<u>11,717,778</u>	<u>34,547,572</u>	<u>42,209,828</u>	<u>999,651</u>

**CITY OF SPRINGBORO, OHIO**

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<u>Storm Water</u>	<u>Total</u>
\$ 510,476	\$ 4,927,342
0	4,661,877
44,467	1,122,257
0	42,555
0	31,075
0	21,640
0	45,016
<u>554,943</u>	<u>10,851,762</u>
0	117,757
0	2,525,520
0	8,840,282
7,509,640	74,071,289
0	880,081
0	252,721
<u>7,509,640</u>	<u>86,687,650</u>
<u>8,064,583</u>	<u>97,539,412</u>

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Statement of Net Assets  
Proprietary Funds  
December 31, 2008**

	Business-Type Activities Enterprise Funds			
	Golf Course	Water	Sewer	Trash
<b>Liabilities:</b>				
<i>Current Liabilities:</i>				
Accounts Payable	27,703	24,027	28,584	1,660
Accrued Wages and Benefits	10,015	25,812	12,339	2,208
Intergovernmental Payable	17,075	73,684	6,179	916
Refundable Deposits	0	117,757	0	0
Accrued Interest Payable	14,224	42,238	74,973	0
Compensated Absences Payable - Current	2,264	4,755	2,425	340
Capital Leases - Current	56,782	9,047	590	0
General Obligation Bonds - Current	160,000	528,939	0	0
Mortgage Revenue - Current	0	208,993	760,448	0
<b>Total Current Liabilities</b>	<b>288,063</b>	<b>1,035,252</b>	<b>885,538</b>	<b>5,124</b>
<i>Noncurrent Liabilities:</i>				
Compensated Absences Payable	5,054	38,846	26,386	2,875
Capital Leases Payable	269,805	0	0	0
General Obligation Bonds Payable	3,048,123	9,785,135	0	0
Revenue Bonds Payable	0	2,240,932	19,088,507	0
<b>Total Noncurrent Liabilities</b>	<b>3,322,982</b>	<b>12,064,913</b>	<b>19,114,893</b>	<b>2,875</b>
<b>Total Liabilities</b>	<b>3,611,045</b>	<b>13,100,165</b>	<b>20,000,431</b>	<b>7,999</b>
<b>Net Assets:</b>				
Invested in Capital Assets, Net of Related Debt	7,824,813	17,499,237	16,355,551	0
Restricted for:				
Debt Service	0	330,339	2,195,181	0
Unrestricted	281,920	3,617,831	3,658,665	991,652
<b>Total Net Assets</b>	<b>\$ 8,106,733</b>	<b>\$ 21,447,407</b>	<b>\$ 22,209,397</b>	<b>\$ 991,652</b>

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

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<u>Storm Water</u>	<u>Total</u>
2,290	84,264
1,399	51,773
508	98,362
0	117,757
0	131,435
190	9,974
4,376	70,795
0	688,939
0	969,441
<u>8,763</u>	<u>2,222,740</u>
1,046	74,207
0	269,805
0	12,833,258
0	21,329,439
<u>1,046</u>	<u>34,506,709</u>
<u>9,809</u>	<u>36,729,449</u>
7,505,264	49,184,865
0	2,525,520
549,510	9,099,578
<u>\$ 8,054,774</u>	<u>\$ 60,809,963</u>

**CITY OF SPRINGBORO, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2008**

	Business-Type Activities Enterprise Funds			
	Golf Course	Water	Sewer	Trash
<b>Operating Revenues:</b>				
Charges for Services	\$ 1,864,350	\$ 3,071,105	\$ 2,470,704	\$ 922,152
Sales	148,763	0	0	0
Other Operating Revenue	68,082	13,274	23,694	0
<b>Total Operating Revenues</b>	<b>2,081,195</b>	<b>3,084,379</b>	<b>2,494,398</b>	<b>922,152</b>
<b>Operating Expenses:</b>				
Personal Services	1,090,573	833,871	421,542	55,238
Contractual Services	950,539	1,186,792	1,218,552	723,513
Materials and Supplies	264,123	168,448	43,440	27,972
Cost of Goods Sold	345,622	0	0	0
Depreciation	340,952	611,016	643,676	0
<b>Total Operating Expenses</b>	<b>2,991,809</b>	<b>2,800,127</b>	<b>2,327,210</b>	<b>806,723</b>
Operating Income (Loss)	(910,614)	284,252	167,188	115,429
<b>Nonoperating Revenue (Expenses):</b>				
Intergovernmental Revenues	16,905	11,629	14,021	0
Investment Earnings	2,507	168,248	117,848	(12)
Interest and Fiscal Charges	(214,345)	(637,545)	(947,010)	0
Loss on Disposal of Capital Assets	(44,711)	0	(97,301)	0
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(239,644)</b>	<b>(457,668)</b>	<b>(912,442)</b>	<b>(12)</b>
Income (Loss) Before Transfers and Contributions	(1,150,258)	(173,416)	(745,254)	115,417
Transfers In	1,147,568	600,000	1,000,000	0
Capital Contributions - Tap in Fees	0	92,447	236,719	0
Capital Contributions	0	52,224	99,129	0
Change in Net Assets	(2,690)	571,255	590,594	115,417
Net Assets Beginning of Year	8,109,423	20,876,152	21,618,803	876,235
Net Assets End of Year	\$ 8,106,733	\$ 21,447,407	\$ 22,209,397	\$ 991,652

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

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<u>Storm Water</u>	<u>Total</u>
\$ 242,065	\$ 8,570,376
0	148,763
0	105,050
<u>242,065</u>	<u>8,824,189</u>
28,886	2,430,110
127,789	4,207,185
11,865	515,848
0	345,622
<u>136,903</u>	<u>1,732,547</u>
<u>305,443</u>	<u>9,231,312</u>
(63,378)	(407,123)
0	42,555
0	288,591
(466)	(1,799,366)
0	(142,012)
<u>(466)</u>	<u>(1,610,232)</u>
(63,844)	(2,017,355)
100,000	2,847,568
0	329,166
0	151,353
<u>36,156</u>	<u>1,310,732</u>
<u>8,018,618</u>	<u>59,499,231</u>
<u>\$ 8,054,774</u>	<u>\$ 60,809,963</u>

**CITY OF SPRINGBORO, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2008**

	Business-Type Activities		
	Enterprise Funds		
	Golf Course	Water	Sewer
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$2,013,113	\$2,974,466	\$2,359,533
Other Operating Receipts	78,933	42,931	29,974
Cash Payments for Goods and Services	(1,546,355)	(1,346,829)	(1,241,250)
Cash Payments to Employees	(1,077,289)	(827,435)	(418,805)
Net Cash (Used) Provided by Operating Activities	(531,598)	843,133	729,452
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers In from Other Funds	1,147,568	600,000	1,000,000
Net Cash Provided by Noncapital Financing Activities	1,147,568	600,000	1,000,000
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap-in Fees in Excess of Cost	0	92,447	236,719
Issuance of Refunding Bonds	0	10,630,000	0
Premium on Refunding Bonds	0	277,270	0
Payment to Refunded Bond Escrow Agent	0	(10,890,156)	0
Acquisition and Construction of Assets	(177,460)	(382,729)	(529,327)
Principal Paid on General Obligation Bonds	(155,000)	(22,500)	(15,400)
Principal Paid on Capital Lease	(49,242)	(17,523)	(1,143)
Principal Paid on Mortgage Revenue Bonds	0	(690,000)	(715,000)
Interest Paid on All Debt	(193,993)	(704,104)	(911,794)
Net Cash Used by Capital and Related Financing Activities	(575,695)	(1,707,295)	(1,935,945)
<u>Cash Flows from Investing Activities:</u>			
Receipt of Interest	2,507	177,217	117,853
Sale of Investments	0	879,810	426,495
Net Cash Provided by Investing Activities	2,507	1,057,027	544,348
Net Increase in Cash and Cash Equivalents	42,782	792,865	337,855
Cash and Cash Equivalents at Beginning of Year	233,045	1,839,264	3,414,192
Cash and Cash Equivalents at End of Year	\$275,827	\$2,632,129	\$3,752,047
<u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$275,827	\$2,184,033	\$1,556,866
Restricted Cash and Cash Equivalents	0	117,757	0
Restricted Cash with Fiscal and Escrow Agents	0	330,339	2,195,181
Cash and Cash Equivalents at End of Year	\$275,827	\$2,632,129	\$3,752,047

**CITY OF SPRINGBORO, OHIO**

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Trash	Storm Water	Totals
\$879,914	\$231,290	\$8,458,316
0	0	151,838
(812,524)	(138,571)	(5,085,529)
<u>(53,994)</u>	<u>(28,092)</u>	<u>(2,405,615)</u>
<u>13,396</u>	<u>64,627</u>	<u>1,119,010</u>
0	100,000	2,847,568
<u>0</u>	<u>100,000</u>	<u>2,847,568</u>
0	0	329,166
0	0	10,630,000
0	0	277,270
0	0	(10,890,156)
0	(15,808)	(1,105,324)
0	0	(192,900)
0	(8,477)	(76,385)
0	0	(1,405,000)
<u>0</u>	<u>(466)</u>	<u>(1,810,357)</u>
0	(24,751)	(4,243,686)
0	0	297,577
105,154	0	1,411,459
<u>105,154</u>	<u>0</u>	<u>1,709,036</u>
118,550	139,876	1,431,928
281,590	370,600	6,138,691
<u>\$400,140</u>	<u>\$510,476</u>	<u>\$7,570,619</u>
\$400,140	\$510,476	\$4,927,342
0	0	117,757
0	0	2,525,520
<u>\$400,140</u>	<u>\$510,476</u>	<u>\$7,570,619</u>

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2008**

	Business-Type Activities Enterprise Funds		
	Golf Course	Water	Sewer
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$910,614)	\$284,252	\$167,188
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	340,952	611,016	643,676
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	10,851	(97,021)	(111,171)
Decrease in Intergovernmental Receivable	0	0	6,280
Decrease in Inventory	1,330	0	0
Decrease in Inventory Held for Resale	7,917	0	0
(Increase) Decrease in Prepaid Items	564	28	2,277
Increase (Decrease) in Accounts Payable	5,306	8,161	18,429
Increase in Accrued Wages and Benefits	1,720	3,770	1,583
Increase (Decrease) in Intergovernmental Payable	7,883	6,822	(1,171)
Increase in Refundable Deposits	0	21,091	0
Increase in Compensated Absences	2,493	5,014	2,361
Total Adjustments	<u>379,016</u>	<u>558,881</u>	<u>562,264</u>
Net Cash Provided (Used) by Operating Activities	<u>(\$531,598)</u>	<u>\$843,133</u>	<u>\$729,452</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2008, the Water and Sewer Funds had outstanding liabilities of \$5,810 and \$1,040, respectively, for the purchase of certain capital assets. During 2008, the Water and Sewer Funds received \$52,224 and \$99,129, respectively, of capital assets donated by developers. During 2008, the fair value of investments increased by \$5,392 in the Water Fund and decreased by \$5 and \$12 respectively in the Sewer and Trash Funds. The Golf Course Fund incurred a new lease liability of \$359,176 in 2008.

See accompanying notes to the basic financial statements

**CITY OF SPRINGBORO, OHIO**

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<u>Trash</u>	<u>Storm Water</u>	<u>Totals</u>
\$115,429	(\$63,378)	(\$407,123)
0	136,903	1,732,547
(42,238)	(10,775)	(250,354)
0	0	6,280
0	0	1,330
0	0	7,917
(985)	0	1,884
(60,054)	1,083	(27,075)
759	635	8,467
(15)	(4)	13,515
0	0	21,091
500	163	10,531
<u>(102,033)</u>	<u>128,005</u>	<u>1,526,133</u>
<u>\$13,396</u>	<u>\$64,627</u>	<u>\$1,119,010</u>

**CITY OF SPRINGBORO, OHIO**

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**Statement of Assets and Liabilities  
Fiduciary Funds  
December 31, 2008**

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	Total Agency Funds
<b>Assets:</b>	
Cash and Cash Equivalents	\$ 13,273
Receivables:	
Special Assessments	343,388
<b>Total Assets</b>	<u>356,661</u>
<b>Liabilities:</b>	
Due to Others	343,388
Undistributed Monies	13,273
<b>Total Liabilities</b>	<u>\$ 356,661</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Springboro, Ohio (the City) is a home rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council - Manager form of government, was adopted November 7, 1978, became effective January 1, 1979, and was amended November 6, 1984. The six member Council and the Mayor are elected to four-year terms. The Council appoints a City Manager who serves as the chief executive officer, the head of the administrative agencies, and a law enforcement officer of the City. The City Manager appoints all of the department managers.

The financial statements are presented as of December 31, 2008 and for the year then ended and have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 39, *"Determining Whether Certain Organizations are Component Units"* in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, which includes the following services: police protection, street construction and maintenance, street lighting, parks and recreation, planning and zoning and other governmental services. In addition, golf, water, sewer, trash collection and disposal services and storm water collection services are provided under an enterprise concept with user charges set by City Council to ensure adequate coverage of operating expenses and payments on outstanding debt.

The Warren County General Health District, a jointly governed organization, provides health services within the County. The Board of Health, which consists of a representative from each of the participating governments, oversees the operation of the District. The City is not financially accountable for the District. The County Commissioners serve as the taxing authority and the County Auditor and Treasurer serve as fiscal officers. The City is also associated with the Greater Warren County Drug Task Force and the Miami Valley Regional Planning Commission, also jointly governed organizations. The City is also a member of the Ohio Municipal League of Workers Compensation Group Rating Plan (GRP), an insurance purchasing pool. See Notes 16 and 17 for additional information on these organizations.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting**

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are summarized by type in the basic financial statements. The following fund types are used by the City:

***Governmental Funds***

The governmental funds are those funds through which most governmental functions typically are financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the City's major governmental funds:

General Fund - This fund is used to account for all financial resources except those accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the limitations of the City Charter.

Debt Service Fund - This fund is used for the accumulation of resources for, and the payment of, general obligation and special assessment long-term debt principal and interest.

Construction Fund - This fund is used to account for transfers of income tax revenues and grants used for all construction projects not accounted for in the permanent improvement fund or the enterprise funds.

Land Acquisition Fund - This fund is used to purchase land for City use or for land held for resale.

Income Tax Capital Improvement Fund - This fund is used to account for income tax proceeds from .5% of the City's 1.5% income tax. The funds are to be spent on capital projects at Council's discretion.

***Proprietary Funds***

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting (Continued)**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City's major enterprise funds are:

Golf Course Fund – To account for revenue received from user charges; such as greens fees, rentals and concessions, to be used for the general operation of Heatherwoode, an 18-hole championship golf course.

Water Fund – This fund is used to account for the operation of the City's water service.

Sewer Fund – This fund is used to account for the operation of the City's sanitary sewer service.

Trash Fund – This fund is used to account for the operation of the City's solid waste collection and disposal service.

Storm Water Fund – This fund is used to account for the City's storm water collection system.

***Fiduciary Funds***

Agency Funds - These funds are used to account for assets held by a government unit as an agent for individuals, private organizations, other governmental units, and/or other funds. The City's agency funds account for Mayor's court fines and special assessments collected on behalf of neighborhood associations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements**

**Government-wide Financial Statements** – The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

Interfund receivables and payables between governmental and business-type activities have been eliminated in the government-wide Statement of Net Assets. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business-type activities total column. Interfund services provided and used are not eliminated in the process of consolidation.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

**Fund Financial Statements** – Fund financial statements report detailed information about the City. The focus of governmental and proprietary fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements (Continued)**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

**D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses in the accounts and reported in the financial statements, and relates to the timing of the measurements made. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Basis of Accounting** (Continued)

Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, and state levied locally shared taxes (including motor vehicle license fees and local government assistance). Other revenue, including licenses, permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues are recorded as revenue when received in cash because generally these revenues are not measurable until received.

Special assessment installments including related interest, which are measurable but not available at December 31, are recorded as deferred revenue. Property taxes measurable as of December 31, 2008 but which are not intended to finance 2008 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenue.

The accrual basis of accounting is utilized for reporting purposes by the government-wide statements, the enterprise funds and the agency funds. Revenues are recognized when they are earned and expenses are recognized when incurred.

Pursuant to GASB Statement No. 20, *"Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting,"* the City follows GASB guidance as applicable to proprietary funds, as included in business-type activities and proprietary fund statements, and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

**E. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds, other than agency funds, are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The legal level of budgetary control is at the object level (personal services, operations and maintenance and capital outlay) within each department. Budgetary modifications may only be made by ordinance of the City Council.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process** (Continued)

1. Tax Budget

The City Finance Director submits an annual tax budget for the following fiscal year to City Council by July 15 for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2008.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level, and may be modified during the year by ordinance of the City Council. Total fund appropriations may not exceed the current estimated resources as certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. The allocation of appropriations within a fund may be modified with the approval of the City Council. During 2008, several supplemental appropriations measures were necessary to budget the use of contingency funds and capital improvement projects. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual (Non-GAAP Budgetary Basis) for the General Fund is presented on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process** (Continued)

4. Lapsing of Appropriations

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

5. Budgetary Basis of Accounting

The City's budgetary process accounts for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund:

	Net Change in Fund Balance
	General Fund
GAAP Basis (as reported)	\$453,957
Increase (Decrease):	
Accrued Revenues at December 31, 2008 received during 2009	(807,757)
Accrued Revenues at December 31, 2007 received during 2008	791,643
Accrued Expenditures at December 31, 2008 paid during 2009	393,654
Accrued Expenditures at December 31, 2007 paid during 2008	(389,561)
2008 Prepays for 2009	(122,844)
2007 Prepays for 2008	55,459
Outstanding Encumbrances	(391,415)
Budget Basis	<u>(\$16,864)</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Cash and Cash Equivalents**

During 2008, cash and cash equivalents included amounts in demand deposits and U.S. Treasury Money Market accounts in Firststar Seasongood Asset Management and Huntington investment accounts with original maturities of less than three months.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and cash equivalents represents the balance on hand as if each fund maintained its own cash and cash equivalent account. See Note 3 "Cash, Cash Equivalents and Investments."

**G. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 3, "Cash, Cash Equivalents and Investments."

**H. Restricted Assets**

Restricted assets in the enterprise funds represent cash and cash equivalents and cash and cash equivalents with fiscal agents set aside to satisfy bond indenture requirements for current and future debt payments and for the replacement and improvement of capital assets originally acquired with bond proceeds. In addition, water and sewer customer deposits are presented as restricted assets.

**I. Inventory**

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market (first-in, first-out) in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased. Inventories of enterprise funds are expensed when used.

**J. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2008, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Capital Assets and Depreciation**

Capital assets are defined by the City as assets with an initial, individual cost of more than \$7,500 and an estimated useful life threshold of three or more years.

**1. Property, Plant and Equipment - Governmental Activities**

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, improvements to land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems.

**2. Property, Plant and Equipment – Business-Type Activities**

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

**3. Depreciation**

All capital assets are depreciated, excluding land and construction in progress. Depreciation on newly acquired/constructed streets begins in the year following acquisition. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Land and Land Improvements	15 - 60
Buildings	10 - 40
Infrastructure	50 - 65
Equipment	3 - 15
Utility Plant in Service	50 - 65

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**L. Long-Term Obligations**

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
Special Assessment Bonds	Bond Retirement Fund
General Obligation Bonds	Bond Retirement Fund, Golf Course Fund, Sewer Fund and Water Fund.
Compensated Absences	General Fund, Street Maintenance and Repair Fund, Golf Course Fund, Water Fund, Sewer Fund, Trash Fund and Storm Water Fund
Capital Lease Agreements	General Fund, Street Maintenance and Repair Fund, Golf Course Fund, Water Fund, Sewer Fund and Storm Water Fund.
Mortgage Revenue Bonds	Sewer Fund and Water Fund

**M. Bond Discounts/Issuance Costs**

Bond discounts and issuance costs for proprietary fund types are deferred and amortized over the term of the bonds using the bonds-outstanding method, which approximates the effective interest method. Bond discounts are presented as a reduction of the face amount of bonds payable, whereas issuance costs are recorded as deferred charges.

**N. Compensated Absences**

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**N. Compensated Absences** (Continued)

For governmental funds, that portion of unpaid compensated absences that has matured as of year end, is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

**O. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Any unspent capital debt proceeds at year end does not reduce the City's invested in capital assets, net of debt. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Assets restricted for Other Purposes include programs for street and highway improvements, federal grants for security of persons and property and mandatory fines for various court programs.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**P. Pensions**

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

**Q. Interfund Activity**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. In addition, interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. Only transfers between governmental activities and business-type activities are reported on the statement of activities.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**R. Interfund Assets/Liabilities**

The City reports cash overdrafts from pooled cash and cash equivalents as an interfund loan payable in the fund with the overdraft and as an interfund loan receivable in the fund(s) designated by management. The interfund loans receivable are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources since they are not a component of net current assets. Receivables and payables resulting from transactions between funds for services provided or goods received are classified as “due from other funds” or “due to other funds” on the balance sheet. Long-term interfund loans are classified as “advances to/from other funds.” There were no outstanding interfund loans at December 31, 2008.

**S. Reservations of Fund Balance**

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for supplies inventory, prepaid items, debt service, assets held for resale and encumbered amounts not accrued at year end.

**T. Assets Held for Resale**

As part of the economic development program, the City has acquired land at the South Tech Industrial Park. The City’s intent is for the land to be sold to businesses to promote economic development within the City. Transactions are conducted through the City’s Land Acquisition and Construction Funds.

**U. Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**V. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2008.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Amount by which depreciation exceeded capital outlay in the current period:*

Capital Outlay	\$3,916,643
Depreciation Expense	(1,599,060)
	<u>\$2,317,583</u>

*Governmental revenues not reported in the funds:*

Decrease in Delinquent Income Tax Revenue	(\$50,556)
Decrease in Delinquent Property Tax	(24,777)
Increase in Intergovernmental, unrestricted	8,188
Decrease in Special Assessment Revenue	(423,295)
	<u>(\$490,440)</u>

*Net amount of long-term debt issuance and bond and lease principal payments:*

General Obligation Bond Principal Payment	\$347,100
Special Assessment Bond Principal Payment	237,000
Capital Lease Payments	15,717
Issuance of General Obligation Bonds	(8,900,000)
Issuance of Refunding Bonds	(775,000)
Premium on General Obligation Bonds	(232,146)
Premium on Refunding Bonds	(20,215)
Payment to Refunded Bond Escrow Agent	785,500
Bond Issuance Costs Capitalized	191,667
	<u>(\$8,350,377)</u>

*Expenses not requiring the use of current financial resources:*

Increase in Compensated Absences Payable	(\$18,431)
Decrease in supplies inventory	(4,590)
	<u>(\$23,021)</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of a majority of individual funds are combined to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents." Ohio law requires the classification of funds held by the City into three categories.

Category 1 consists of "active" funds - those funds required to be kept in a "cash" or "cash equivalent" status for immediate use by the City. Such funds must be maintained either as cash in the City treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**A. Deposits**

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned. Protection of City cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the City's deposits was \$10,905,415 and the bank balance was \$11,312,071. Federal deposit insurance covered \$2,000,000 of the bank balance and \$9,312,071 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	<u>\$9,312,071</u>
Total Balance	<u><u>\$9,312,071</u></u>

**B. Investments**

The City's investments at December 31, 2008 were as follows:

	Fair Value	Credit Rating	Investment Maturities (in Years)	
			less than 1	1-3
FHLB	\$4,527,719	AAA <sup>1,2</sup>	\$4,527,719	\$0
FHLMC	2,626,268	AAA <sup>1,2</sup>	2,020,640	605,628
FNMA	3,598,461	AAA <sup>1,2</sup>	1,733,585	1,864,876
FFCB	403,876	AAA <sup>1,2</sup>	0	403,876
Repurchase Agreements	8,970,000	N/A	8,970,000	0
First American Treasury	91,079	AAA <sup>1,2</sup>	91,079	0
Total Investments	<u>\$20,217,403</u>		<u>\$17,343,023</u>	<u>\$2,874,380</u>

<sup>1</sup> Standard & Poor's

<sup>2</sup> Moody's Investor Service

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments** (Continued)

*Interest Rate Risk* – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date.

*Concentration of Credit Risk* – The City places no limit on the amount the City may invest in one issuer. Of the City's total investments 22.4% are FHLB, 13% are FHLMC, 17.8% are FNMA, 2% are FFCB, .5% are First American Treasury and 44.3% are Repurchase Agreements.

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City's investment policy states that it will diversify its investments to avoid incurring unreasonable and avoidable risks regarding specific security types or individual financial institutions. All of the City's investments are collateralized by underlying securities pledged by the investment's counterparty, not in the name of the City.

**NOTE 4 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 2008 for real and public utility property taxes represents collections of 2007 taxes. Property tax payments received during 2008 for tangible personal property (other than public utility property) is for 2007 taxes.

2008 real property taxes are levied after October 1, 2008, on assessed value as of January 1, 2008, the lien date. Assessed values are established by State law at 35 percent of the appraised value. 2008 real property taxes are collected in and intended to finance 2008.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2008 public utility property taxes became a lien December 31, 2007, are levied after October 1, 2008, and are collected in 2008 with real property taxes.

2008 tangible personal property taxes are levied after October 1, 2008, on the value as of December 31, 2007. Collections are made in 2008. Tangible personal property assessments for machinery and equipment were 25 percent of true value and 23 percent of true value of inventory. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2008 is 6.25 percent and zero for 2009.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 4 – TAXES (Continued)**

**A. Property Taxes (Continued)**

The full tax rate for all City operations for the year ended December 31, 2008, was \$1.11 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2008 property tax receipts were based are as follows: \$494,584,770 in real property assessed value, \$7,260,300 in public utility assessed value and \$607,710 in tangible personal property assessed value.

Real property taxes are payable annually and semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established. For 2008, the due dates were February 19 and July 15.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; paid semi-annually, the first payment is due April 30, with the remainder payable at September 20.

The County Treasurer collects property taxes on behalf of Warren County, including the City. The County Auditor periodically remits to the City its portion of the taxes collected.

Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2008 and for which there is an enforceable legal claim. In the General Fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2008 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

**B. Income Tax**

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 67% of the tax paid to another municipality to a maximum of the total amount assessed. Of the one and one-half percent income tax, one-half percent is voter approved for the sole purpose of funding capital improvements.

Employers within the City are required to withhold income tax on employees compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are to be used for general fund operations, maintenance of equipment, new equipment/capital improvements, debt service and other governmental functions when needed, as determined by City Council. Income tax revenue for 2008 was \$9,678,509.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

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**NOTE 5 - RECEIVABLES**

Receivables at December 31, 2008 consisted of income taxes, property taxes, accounts, special assessments and intergovernmental receivables arising from shared revenues. All receivables are considered collectible in full.

**NOTE 6 - TRANSFERS**

Following is a summary of transfers in and out for all funds for 2008:

Fund	Transfer In	Transfer Out
General Fund	\$0	\$1,680,559
Debt Service Fund	292,619	0
Construction Fund	1,160,800	154,157
Land Acquisition Fund	339,500	0
Income Tax Capital Improvement Fund	0	3,222,568
Other Governmental Funds	705,000	288,203
Total Governmental Funds	<u>2,497,919</u>	<u>5,345,487</u>
Golf Course Fund	1,147,568	0
Water Fund	600,000	0
Sewer Fund	1,000,000	0
Storm Water Fund	100,000	0
Total Proprietary Funds	<u>2,847,568</u>	<u>0</u>
Totals	<u>\$5,345,487</u>	<u>\$5,345,487</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the income tax fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed. All transfers are considered allowable in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

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**CITY OF SPRINGBORO, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

**NOTE 7 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2008:

<i>Historical Cost:</i>	Balance at December 31, 2007	Additions	Deletions	Balance at December 31, 2008
Class				
<b><i>Non-depreciable Capital assets:</i></b>				
Land	\$16,107,287	\$101,167	(\$456,000)	\$15,752,454
Construction in Progress	393,499	2,639,528	(15,280)	3,017,747
Total Non-depreciable Capital assets	<u>16,500,786</u>	<u>2,740,695</u>	<u>(471,280)</u>	<u>18,770,201</u>
<b><i>Capital assets being depreciated:</i></b>				
Improvements	425,341	0	0	425,341
Infrastructure	33,384,066	783,275	(219,208)	33,948,133
Buildings	3,315,237	0	(442,157)	2,873,080
Machinery and Equipment	2,500,918	407,953	(57,387)	2,851,484
Total Depreciable Capital assets	<u>39,625,562</u>	<u>1,191,228</u>	<u>(718,752)</u>	<u>40,098,038</u>
Total Cost	<u>\$56,126,348</u>	<u>\$3,931,923</u>	<u>(\$1,190,032)</u>	<u>\$58,868,239</u>
<b><i>Accumulated Depreciation:</i></b>				
Class	Balance at December 31, 2007	Additions	Deletions	Balance at December 31, 2008
Improvements	(\$333,544)	(\$24,715)	\$0	(\$358,259)
Infrastructure	(15,604,192)	(1,234,505)	108,061	(16,730,636)
Buildings	(983,901)	(79,212)	182,680	(880,433)
Machinery and Equipment	(1,820,126)	(260,628)	57,387	(2,023,367)
Total Depreciation	<u>(\$18,741,763)</u>	<u>(\$1,599,060) *</u>	<u>\$348,128</u>	<u>(\$19,992,695)</u>
<b><i>Net Value:</i></b>	<u>\$37,384,585</u>			<u>\$38,875,544</u>

\* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	(\$87,988)
Leisure Time Activities	(99,622)
Community Environment	(5,309)
Transportation	(1,372,618)
General Government	<u>(33,523)</u>
Total Depreciation Expense	<u>(\$1,599,060)</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

**NOTE 7 - CAPITAL ASSETS (Continued)**

**B. Business-Type Activities Capital Assets**

Summary by Category at December 31, 2008:

<i>Historical Cost:</i>	Balance at December 31, 2007	Additions	Deletions	Balance at December 31, 2008
Class				
<i>Non-depreciable Capital assets:</i>				
Land	\$8,685,240	\$0	\$0	\$8,685,240
Construction in Progress	223,382	145,901	(214,241)	155,042
Total Non-depreciable Capital Assets	<u>8,908,622</u>	<u>145,901</u>	<u>(214,241)</u>	<u>8,840,282</u>
<i>Capital assets being depreciated:</i>				
Buildings	3,418,567	250,071	0	3,668,638
Land Improvements	1,257,471	168,753	0	1,426,224
Infrastructure	81,078,590	830,888	(203,974)	81,705,504
Machinery and Equipment	1,553,494	398,430	0	1,951,924
Total Depreciable Capital assets	<u>87,308,122</u>	<u>1,648,142</u>	<u>(203,974)</u>	<u>88,752,290</u>
Total Cost	<u>\$96,216,744</u>	<u>\$1,794,043</u>	<u>(\$418,215)</u>	<u>\$97,592,572</u>
 <i>Accumulated Depreciation:</i>				
Class	Balance at December 31, 2007	Additions	Deletions	Balance at December 31, 2008
Buildings	(\$1,242,925)	(\$90,038)	\$0	(\$1,332,963)
Land Improvements	(649,167)	(167,520)	0	(816,687)
Infrastructure	(10,056,916)	(1,287,995)	61,962	(11,282,949)
Machinery and Equipment	(1,061,408)	(186,994)	0	(1,248,402)
Total Depreciation	<u>(\$13,010,416)</u>	<u>(\$1,732,547)</u>	<u>\$61,962</u>	<u>(\$14,681,001)</u>
 <i>Net Value:</i>	 <u>\$83,206,328</u>			 <u>\$82,911,571</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 8 – DEFINED BENEFIT PENSION PLANS**

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

**A. Ohio Public Employees Retirement System (“OPERS”)**

The following information was provided by OPERS to assist the City in complying with GASB Statement No. 27, “*Accounting for Pensions by State and Local Government Employers.*”

All employees of the City, except full-time uniformed police officers, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2008, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2008 employer contribution rate for local government employer units was 14.00%, of covered payroll. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2008, 7.0% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City's required contributions for pension obligations to OPERS for the years ending December 31, 2008, 2007, and 2006 were \$196,908, \$215,138 and \$189,907, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)**

**B. Ohio Police and Fire Pension Fund (“OP&F”)**

All City full-time police officers participate in OP&F, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the ORC. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% for police officers. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2008, 12.75% of annual covered salary was used to fund pension obligations. The City’s contributions for pension obligations to the OP&F Fund for the years ending December 31, 2008, 2007, and 2006 were \$179,196, \$162,045 and \$148,377 for police, which were equal to the required contributions for each year.

**NOTE 9 - POSTEMPLOYMENT BENEFITS**

**A. Ohio Public Employees Retirement System (“OPERS”)**

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B Premium reimbursement, to qualifying member of both the Traditional Pension and the Combined Plans. Members of the Member Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the ORC.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)**

**A. Ohio Public Employees Retirement System (“OPERS”) (Continued)**

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2008, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. For 2008, the employer contribution allocated to the health care plan was 7.0% of covered payroll. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2008, 2007, and 2006 were \$196,908, \$141,707 and \$92,889, respectively, which were equal to the required contributions for each year.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

**B. Ohio Police and Fire Pension Fund (“OP&F”)**

Plan Description – The City contributes to the OP&F sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides health care benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)**

**B. Ohio Police and Fire Pension Fund (“OP&F”) (Continued)**

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% for police. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2008, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OP&F for the years ending December 31, 2008, 2007, and 2006 were \$94,869, \$85,788 and \$97,866 for police, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 10 - COMPENSATED ABSENCES**

The costs of vacation and sick leave benefits are recorded as they are earned. Employees earn vacation leave at varying rates based upon length of service. Sick leave is accumulated at a rate of four and six tenths hours per eighty hours of service. Sick leave is cumulative without limit. Upon retirement an individual will be compensated for their accumulated sick leave at a rate of 25% of the balance.

At December 31, 2008, the City's accumulated, unpaid compensated absences amounted to \$308,081, of which \$223,900 is recorded as a liability of the Governmental Activities and \$84,181 is recorded as a liability of the Business-Type Activities. The amounts are recorded as Amounts Due Within One Year and Amounts Due in More Than One Year on the Government Wide Statement of Net Assets.

**NOTE 11 - NOTES PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to, and payable no later than, those principal maturities required if the bonds had been issued at the expiration of the initial five year period. Bond anticipation notes may be retired at maturity from the proceeds of the sale of renewal notes or of the bonds anticipated by the notes, or from available funds of the City or a combination of these sources.

General Obligation Notes:	Balance December 31, 2007	Issued	(Retired)	Balance December 31, 2008
Land Acquisition Fund:				
4.00% Real Estate Acquisition	\$2,700,000	\$0	(\$2,700,000)	\$0
4.50% Real Estate Acquisition	0	2,700,000	0	2,700,000
Total General Obligation Notes	\$2,700,000	\$2,700,000	(\$2,700,000)	\$2,700,000

**CITY OF SPRINGBORO, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

**NOTE 12 - LONG-TERM OBLIGATIONS**

Long-term debt and other long-term obligations of the City at December 31, 2008 were as follows:

		Balance December 31, 2007	Issued	(Retired)	Balance December 31, 2008	Amount Due Within One Year
<b>Business Type-Activities:</b>						
General Obligation Bonds:						
6.4 - 7.5% Sewer Real Estate Acquisition	1989	\$10,000	\$0	(\$10,000)	\$0	\$0
3.0 - 6.1% Sewer Various Purpose	1993	5,400	0	(5,400)	0	0
3.0 - 6.1% Water Various Purpose	1993	22,500	0	(22,500)	0	0
3.9 - 5.4% Golf Course Refunding	1999	3,375,000	0	(155,000)	3,220,000	160,000
3.9 - 5.4% Discount on Golf Course Refunding	1999	(12,726)	0	849	(11,877)	0
3.0 - 5.0% Water Capital Refunding Bond	2008	0	10,630,000	0	10,630,000	550,000
Premium on Refunding Bon	2008	0	277,270	0	277,270	18,485
Deferred Loss on Defeasance	2008	0	(593,196)	0	(593,196)	(39,546)
Total General Obligation Bonds		<u>3,400,174</u>	<u>10,314,074</u>	<u>(192,051)</u>	<u>13,522,197</u>	<u>688,939</u>
Mortgage Revenue Bonds:						
2.00 - 4.00% Waterworks Improvement Refunding	2004	2,665,000	0	(205,000)	2,460,000	210,000
2.00 - 4.00% Discount on Waterworks Refunding	2004	(11,082)	0	1,007	(10,075)	(1,007)
4.00 - 5.70% Water	1997	11,055,000	0	(11,055,000)	0	0
4.00 - 5.70% Sewer Refunding	1997	3,085,000	0	(210,000)	2,875,000	225,000
2.00 - 5.00% Sewer	2004	17,070,000	0	(505,000)	16,565,000	515,000
2.00 - 5.00% Premium on Sewer Bond	2004	429,403	0	(20,448)	408,955	20,448
Total Mortgage Revenue Bonds		<u>34,293,321</u>	<u>0</u>	<u>(11,994,441)</u>	<u>22,298,880</u>	<u>969,441</u>
Compensated Absences Payable		73,650	84,181	(73,650)	84,181	9,974
Capital Leases Payable		<u>57,809</u>	<u>359,176</u>	<u>(76,385)</u>	<u>340,600</u>	<u>70,795</u>
Total Business-Type Activity Long-Term Liabilities		<u>\$37,824,954</u>	<u>\$10,757,431</u>	<u>(\$12,336,527)</u>	<u>\$36,245,858</u>	<u>\$1,739,149</u>

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**CITY OF SPRINGBORO, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

**NOTE 12 - LONG-TERM OBLIGATIONS (Continued)**

		Balance December 31, 2007	Issued	(Retired)	Balance December 31, 2008	Amount Due Within One Year
<b>Governmental Activities:</b>						
Special Assessment Bonds:						
7.500% Hiawatha Trail II	1989	\$16,000	\$0	(\$8,000)	\$8,000	\$8,000
7.500% Sharts Road Improvement	1989	19,000	0	(9,000)	10,000	10,000
5.500% Various Purpose	1993	450,000	0	(55,000)	395,000	55,000
5.500% Various Purpose	1994	175,000	0	(20,000)	155,000	20,000
4.200 - 6.350% Pioneer Blvd. North	1994	240,000	0	(30,000)	210,000	30,000
4.200 - 5.600% Commercial Way	1997	360,000	0	(30,000)	330,000	30,000
6.750% N. Pioneer Blvd.	1998	215,000	0	(15,000)	200,000	15,000
1.500 - 5.350% Various Purpose	2003	1,595,000	0	(70,000)	1,525,000	70,000
Total Special Assessment Bonds (with Governmental Commitment)		3,070,000	0	(237,000)	2,833,000	238,000
Unvoted General Obligation Bonds:						
3.000 - 6.100% Various Purpose	1993	62,100	0	(62,100)	0	0
3.500 - 5.900% St. Route 741 Improvement	1996	260,000	0	(260,000)	0	0
4.500 - 6.000% South Main St. Improvement	1997	140,000	0	(10,000)	130,000	10,000
3.900 - 5.375% Various Purpose	1999	740,000	0	(560,000)	180,000	45,000
4.850 - 5.250% Street Improvement TIF	2000	650,000	0	(205,000)	445,000	215,000
3.000 - 5.000% Street Paving Projects	2008	0	990,000	0	990,000	85,000
3.000 - 5.000% Street Reconstruction	2008	0	2,970,000	0	2,970,000	255,000
3.000 - 5.000% Municipal Building	2008	0	4,940,000	0	4,940,000	255,000
3.000 - 5.000% Refunding Bonds	2008	0	775,000	0	775,000	30,000
Premium on Bonds		0	252,361	0	252,361	20,971
Deferred Loss on Defeasance		0	(35,500)	0	(35,500)	(3,318)
Total General Obligation Bonds		1,852,100	9,891,861	(1,097,100)	10,646,861	912,653
Compensated Absences Payable		205,469	223,900	(205,469)	223,900	18,984
Capital Leases Payable		23,832	0	(15,717)	8,115	8,115
Total Governmental Activity Long-Term Liabilities		\$5,151,401	\$10,115,761	(\$1,555,286)	\$13,711,876	\$1,177,752

The principal amount of the City's special assessment bonds outstanding at December 31, 2008, \$2,833,000, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008**

**NOTE 12 - LONG-TERM OBLIGATIONS (Continued)**

**A. Future Long-Term Financing Requirements**

The City's future long-term obligation funding requirements, including principal and interest payments as of December 31, 2008, follow:

Years	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2009	\$1,605,000	\$997,298	\$238,000	\$148,330
2010	1,690,000	939,866	235,000	135,727
2011	1,500,000	880,199	260,000	123,295
2012	1,550,000	830,966	265,000	109,318
2013	1,595,000	779,807	280,000	95,032
2014-2018	8,840,000	2,968,566	920,000	291,321
2019-2023	7,500,000	1,057,281	635,000	104,153
Totals	<u>\$24,280,000</u>	<u>\$8,453,983</u>	<u>\$2,833,000</u>	<u>\$1,007,176</u>

Years	Mortgage Revenue Bonds		Totals	
	Principal	Interest	Principal	Interest
2009	\$950,000	\$971,602	\$2,793,000	\$2,117,230
2010	980,000	938,056	2,905,000	2,013,649
2011	1,020,000	897,312	2,780,000	1,900,806
2012	1,055,000	855,772	2,870,000	1,796,056
2013	1,100,000	812,709	2,975,000	1,687,548
2014-2018	6,250,000	3,296,194	16,010,000	6,556,081
2019-2023	4,110,000	2,055,100	12,245,000	3,216,534
2024-2028	5,235,000	909,782	5,235,000	909,782
2029	1,200,000	26,250	1,200,000	26,250
Totals	<u>\$21,900,000</u>	<u>\$10,762,777</u>	<u>\$49,013,000</u>	<u>\$20,223,936</u>

**B. Defeased Debt**

In prior years, the City has defeased certain general obligation and other bonds by placing the proceeds of the refunding bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the City's financial statements. At December 31, 2008, \$5,270,000 of bonds outstanding are considered defeased.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 12 - LONG-TERM OBLIGATIONS (Continued)**

**B. Defeased Debt (Continued)**

In September 2008, the City partially refunded \$515,000 of General Obligation Bonds for Various Purpose 1999, through the issuance of \$535,000 of General Obligation Bonds. The net difference between the amount of Various Purpose 1999 bonds retired by the City and partially refunded bonds of \$45,000 were recorded in the City's Debt Service Fund. The net proceeds of the 2008 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$515,000 at December 13, 2008, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The City reduced its aggregate debt service payments over the life of the refunded bonds by \$29,067 and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$27,149.

In September 2008, the City refunded \$235,000 of General Obligation Bonds for St. Rte. 741 Improvements 1996, through the issuance of \$240,000 of General Obligation Bonds. The net difference between the amount of St. Rte. 741 Improvement bonds retired by the City and the partially refunded bonds of \$25,000 were recorded in the City's Debt Service Fund. The net proceeds of the 2008 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$235,000 at December 13, 2008, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The City reduced its aggregate debt service payments over the life of the refunded bonds by \$13,392 and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$21,205.

In September 2008, the City refunded \$10,570,000 of Mortgage Revenue Bonds for Water 1997, through the issuance of \$10,630,000 of General Obligation Bonds. The net difference between the amount of Water Mortgage Revenue bonds retired by the City and the partially refunded bonds of \$485,000 were recorded in the City's Water Fund. The net proceeds of the 2008 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$10,570,000 at December 13, 2008, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The City reduced its aggregate debt service payments over the life of the refunded bonds by \$489,031 and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$380,898.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 13 - CAPITAL LEASE COMMITMENTS**

The City is obligated under several leases accounted for as capital leases. The cost of the leased assets (buildings, golf course maintenance equipment and machinery and equipment) are accounted for as governmental type capital assets, for items leased by governmental funds, and in the appropriate enterprise funds for items leased by the golf course, water, sewer and storm water funds. The related liabilities are recorded as amounts due within one year and amounts due in more than one year within the governmental activities and as capital lease liabilities within the appropriate enterprise funds. The original cost of the assets under capital lease was \$1,447,182. The leased assets were categorized as follows: \$568,213 as buildings and \$878,969 as machinery and equipment.

The following is a schedule of the future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of December 31, 2008.

Year Ending December 31,	Governmental Type	Business Type
2009	\$8,290	\$88,910
2010	0	69,922
2011	0	69,922
2012	0	69,922
2013	0	94,599
Minimum Lease Payments	8,290	393,275
Less: Amount representing interest at the City's incremental borrowing rate of interest	(175)	(52,675)
Present value of minimum lease payments	<u>\$8,115</u>	<u>\$340,600</u>

**NOTE 14 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During 2008 the City contracted with several different insurance providers for various insurance coverages, as follows:

Type of Coverage	Liability Limits	Deductible
Property	\$3,000,000	\$5,000
Inland Marine	3,000,000	5,000
General Liability	3,000,000	5,000
Automobile	1,000,000	0
Excess Liability	6,000,000	10,000
Public Officials Liability	3,000,000	5,000
Police Liability	3,000,000	5,000

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 14 - RISK MANAGEMENT (Continued)**

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three years.

For the year 2008, the City participated in the Ohio Municipal League of Ohio Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (see Note 16). The intent of the GRP is to achieve the benefit of a reduced premium for the City by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating cities is calculated as one experience and a common premium rate is applied to all cities in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to cities that can meet the GRP's selection criteria. The firm of Gates McDonald provides administrative, cost control and actuarial services to the GRP.

The City may withdraw from the GRP if written notice is provided within sixty days prior to the prescribed application deadline of the Ohio Bureau of Workers' Compensation. However, the participant is not relieved of the obligation to pay any amount owed to the GRP prior to withdrawal, and any participant leaving the GRP allows the representative of the GRP to access loss experience for three years following the last year of participation.

**NOTE 15 - CONTRACTUAL COMMITMENTS**

As of December 31, 2008, the City had the following significant contractual commitments:

<u>Project</u>	<u>Remaining Contractual Commitment</u>
Municipal Building	\$5,256,952
South Tech Area Development	1,691,732
E. Milo Beck Park	1,194,253
E. Mill St. Roadway Improvement	1,024,400
W. Mill St. Roadway Improvement	904,325
Factory Rd. Water Main Replacement	356,763
Tamarack Dr. & St. Rte. 741 Traffic Signal	189,000
Total	<u><u>\$10,617,425</u></u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 16 – GROUP PURCHASING POOL**

The City participates in the Ohio Municipal League of Ohio Workers' Compensation Group Rating Plan (GRP). The GRP's business and affairs are conducted by a twenty-five member Board of Trustees consisting of fifteen mayors, two council members, three administrators, three finance officers and two law directors which are voted in by the members for staggered two year terms. The Executive Director of the Ohio Municipal League serves as coordinator of the GRP. Each year, the participating cities pay an enrollment fee to the GRP to cover the costs of administering the GRP.

**NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS**

During 2008, the City participated in the Warren County General Health District, the Greater Warren Drug Task Force, and the Miami Valley Regional Planning Commission, jointly governed organizations. The following describes the relationship between these organizations and the City:

Warren County General Health District

The Warren County General Health District (the District) provides health services to the citizens within the County. The District, which consists of a representative from each of the participating governments, including the City, oversees the operation of the District. The amount the City contributed during 2008 for the operation of the District was minimal. The City does not have any financial interest in or responsibility for the District. The County Commissioners serve as the taxing authority, and the County Auditor and County Treasurer serve as the fiscal officers. Financial information may be obtained from Kathy Stephenson at the Warren County General Health District, 416 S. East Street, Lebanon, Ohio 45036.

The Greater Warren County Drug Task Force

The Greater Warren County Drug Task Force (the Task Force) is a multijurisdictional drug task force with the primary goal of combating major narcotic traffickers in Warren and Clinton Counties. It is governed by a local policy board consisting members from local police departments, sheriff's offices, and county prosecutor's offices. Participating members contribute a fee for the operation of the task force, with each member's control over the operation limited to its representation on the Board. The City does not have any financial interest in or responsibility for the operations of the Task Force.

Miami Valley Regional Planning Commission

The Miami Valley Regional Planning Commission (the Commission) was formed to provide planning and administrative services to approximately 71 governmental and 18 non-governmental members that constitute the full Board of Directors. Each unit of local government members pays a per capita assessment to join the Commission. Non-governmental and other governmental members pay a flat rate to cover associated Commission expenses if they are not a member. The Commission is not dependent upon the City for its existence, no debt exists, and the City does not have an equity interest or a financial responsibility for the Commission.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2008***

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**NOTE 18 – CHANGES IN ACCOUNTING PRINCIPLES**

For 2008, the City has implemented GASB Statement No. 49 “Accounting and Financial Reporting for Pollution Remediation Obligations” and GASB Statement No. 52, “Land and Other Real Estate Held as Investments by Endowments.”

GASB Statement No. 49 addresses the accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The implementation of this statement did not result in any changes to the financial statements.

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments also are required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value, and other information that they currently present for other investments reported at fair value. The implementation of this statement did not result in any change to the financial statements.

*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES  
INCLUDE THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS,  
AND FIDUCIARY FUNDS.*

***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

**Street Maintenance and Repair Fund**

To account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance and repair of designated streets within the City.

**State Highway Fund**

To account for that portion of the state gasoline tax designated for maintenance of state highways within the City.

**Permissive Use Tax Fund**

To account for the \$5.00 license tax levied by the City of Springboro. This money is used for the maintenance of highway projects.

**Motor Vehicle License Tax Fund**

To account for \$2.50 of each \$5.00 tax levied by Warren County on each motor vehicle registered in the City. Expenditures include planning, constructing, improving, maintaining, and repairing roads, streets and bridges.

**Community Oriented Policing Service (COPS) Grant Fund**

To account for proceeds from federal and state grant monies. The grant funds must be used toward the salary and benefits of police officers.

**Drug Law Enforcement Fund**

To account for fines and costs collected for felonious drug trafficking convictions and sentences. This money may be used in any drug law enforcement activity.

**Mayor's Court Improvement Fund**

To account for fees collected from each paid case in the Springboro Mayor's Court. The money may be used to purchase and improve the court computer systems.

**Austin Center Municipal Public Improvement TIF Fund**

To account for all activities related to the Austin Center TIF District.

***Special Revenue Funds***

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**Library Donation Trust Fund**

To account for donations that the City receives and then gives to the library.

**Law Enforcement Trust Fund**

To account for the fines generated in the prosecution of those in possession of contraband and the proceeds gained from the sale of confiscated contraband. This money may be spent for any law enforcement activity.

**D.A.R.E. Trust Fund**

To account for donations and a portion of fines and forfeitures from the City of Springboro's Mayor's Court to be used for the DARE education program.

***Capital Projects Fund***

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The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities.

**Permanent Improvement Fund**

To account for various local and state revenues used for all construction projects related to park facilities.

**CITY OF SPRINGBORO, OHIO**

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**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2008**

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	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 1,128,435	\$ 178,978	\$ 1,307,413
Receivables:			
Intergovernmental	672,970	0	672,970
Inventory of Supplies, at Cost	79,506	0	79,506
Prepaid Items	7,325	0	7,325
<b>Total Assets</b>	<u>\$ 1,888,236</u>	<u>\$ 178,978</u>	<u>\$ 2,067,214</u>
<b>Liabilities:</b>			
Accounts Payable	\$ 45,576	\$ 0	\$ 45,576
Accrued Wages and Benefits Payable	16,926	0	16,926
Intergovernmental Payable	9,551	0	9,551
Deferred Revenue	302,904	0	302,904
<b>Total Liabilities</b>	<u>374,957</u>	<u>0</u>	<u>374,957</u>
<b>Fund Balances:</b>			
Reserved for Encumbrances	311,181	57,989	369,170
Reserved for Prepaid Items	7,325	0	7,325
Reserved for Supplies Inventory	79,506	0	79,506
Undesignated/Unreserved in:			
Special Revenue Funds	1,115,267	0	1,115,267
Capital Projects Fund	0	120,989	120,989
<b>Total Fund Balances</b>	<u>1,513,279</u>	<u>178,978</u>	<u>1,692,257</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,888,236</u>	<u>\$ 178,978</u>	<u>\$ 2,067,214</u>

**CITY OF SPRINGBORO, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2008**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<b>Revenues:</b>			
Property and Other Taxes	\$ 0	\$ 75,000	\$ 75,000
Intergovernmental Revenues	1,067,825	0	1,067,825
Fines, Licenses and Permits	19,546	14,469	34,015
Investment Earnings	18,129	0	18,129
Donations	7,032	0	7,032
All Other Revenue	163,516	2,166	165,682
<b>Total Revenue</b>	<b>1,276,048</b>	<b>91,635</b>	<b>1,367,683</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property	85,747	0	85,747
Transportation	883,759	0	883,759
General Government	40,967	8,382	49,349
Capital Outlay	0	313,113	313,113
Debt Service:			
Principal Retirement	7,333	0	7,333
Interest and Fiscal Charges	403	0	403
<b>Total Expenditures</b>	<b>1,018,209</b>	<b>321,495</b>	<b>1,339,704</b>
Excess (Deficiency) of Revenues Over Expenditures	257,839	(229,860)	27,979
<b>Other Financing Sources (Uses):</b>			
Transfers In	405,000	300,000	705,000
Transfers Out	(260,000)	(28,203)	(288,203)
<b>Total Other Financing Sources (Uses)</b>	<b>145,000</b>	<b>271,797</b>	<b>416,797</b>
Net Change in Fund Balances	402,839	41,937	444,776
<b>Fund Balances at Beginning of Year</b>	<b>1,116,162</b>	<b>137,041</b>	<b>1,253,203</b>
Decrease in Inventory Reserve	(5,722)	0	(5,722)
<b>Fund Balances End of Year</b>	<b>\$ 1,513,279</b>	<b>\$ 178,978</b>	<b>\$ 1,692,257</b>

**CITY OF SPRINGBORO, OHIO**

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**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2008**

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	Street Maintenance and Repair	State Highway	Permissive Use Tax	Motor Vehicle License Tax
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 470,934	\$ 210,560	\$ 2,605	\$ 29,785
Receivables:				
Intergovernmental	406,083	24,446	0	90,902
Inventory of Supplies, at Cost	79,506	0	0	0
Prepaid Items	7,325	0	0	0
<b>Total Assets</b>	<b>\$ 963,848</b>	<b>\$ 235,006</b>	<b>\$ 2,605</b>	<b>\$ 120,687</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 41,237	\$ 1,959	\$ 0	\$ 0
Accrued Wages and Benefits Payable	15,084	0	0	0
Intergovernmental Payable	7,346	0	0	0
Deferred Revenue	201,004	16,298	0	60,602
<b>Total Liabilities</b>	<b>264,671</b>	<b>18,257</b>	<b>0</b>	<b>60,602</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	270,762	20,058	0	0
Reserved for Prepaid Items	7,325	0	0	0
Reserved for Supplies Inventory	79,506	0	0	0
Undesignated/Unreserved	341,584	196,691	2,605	60,085
<b>Total Fund Balances</b>	<b>699,177</b>	<b>216,749</b>	<b>2,605</b>	<b>60,085</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 963,848</b>	<b>\$ 235,006</b>	<b>\$ 2,605</b>	<b>\$ 120,687</b>

**CITY OF SPRINGBORO, OHIO**

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<u>COPS Grant</u>	<u>Drug Law Enforcement</u>	<u>Mayor's Court Improvement</u>	<u>Austin Center Municipal Public Improvement TIF</u>	<u>Library Donation Trust</u>	<u>Law Enforcement Trust</u>
\$ 150,297	\$ 28,589	\$ 173,750	\$ 12,548	\$ 6,815	\$ 11,254
25,000	0	0	126,463	0	76
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 175,297</u>	<u>\$ 28,589</u>	<u>\$ 173,750</u>	<u>\$ 139,011</u>	<u>\$ 6,815</u>	<u>\$ 11,330</u>
\$ 104	\$ 26	\$ 0	\$ 2,250	\$ 0	\$ 0
1,842	0	0	0	0	0
2,205	0	0	0	0	0
25,000	0	0	0	0	0
<u>29,151</u>	<u>26</u>	<u>0</u>	<u>2,250</u>	<u>0</u>	<u>0</u>
0	63	10,000	10,298	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>146,146</u>	<u>28,500</u>	<u>163,750</u>	<u>126,463</u>	<u>6,815</u>	<u>11,330</u>
<u>146,146</u>	<u>28,563</u>	<u>173,750</u>	<u>136,761</u>	<u>6,815</u>	<u>11,330</u>
<u>\$ 175,297</u>	<u>\$ 28,589</u>	<u>\$ 173,750</u>	<u>\$ 139,011</u>	<u>\$ 6,815</u>	<u>\$ 11,330</u>

(Continued)

**CITY OF SPRINGBORO, OHIO**

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**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2008**

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	<u>DARE Trust</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 31,298	\$ 1,128,435
Receivables:		
Intergovernmental	0	672,970
Inventory of Supplies, at Cost	0	79,506
Prepaid Items	0	7,325
<b>Total Assets</b>	<u>\$ 31,298</u>	<u>\$ 1,888,236</u>
<b>Liabilities:</b>		
Accounts Payable	\$ 0	\$ 45,576
Accrued Wages and Benefits Payable	0	16,926
Intergovernmental Payable	0	9,551
Deferred Revenue	0	302,904
<b>Total Liabilities</b>	<u>0</u>	<u>374,957</u>
<b>Fund Balances:</b>		
Reserved for Encumbrances	0	311,181
Reserved for Prepaid Items	0	7,325
Reserved for Supplies Inventory	0	79,506
Undesignated/Unreserved	31,298	1,115,267
<b>Total Fund Balances</b>	<u>31,298</u>	<u>1,513,279</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 31,298</u>	<u>\$ 1,888,236</u>

**CITY OF SPRINGBORO, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

	Street Maintenance and Repair	State Highway	Permissive Use Tax	Motor Vehicle License Tax	COPS Grant
<b>Revenues:</b>					
Intergovernmental Revenues	\$ 728,945	\$ 45,249	\$ 75,000	\$ 190,907	\$ 13,830
Fines, Licenses and Permits	0	0	0	0	0
Investment Earnings	8,037	6,331	1,040	2,721	0
Donations	0	0	0	0	0
All Other Revenue	291	0	0	0	35,594
<b>Total Revenue</b>	<b>737,273</b>	<b>51,580</b>	<b>76,040</b>	<b>193,628</b>	<b>49,424</b>
<b>Expenditures:</b>					
Current:					
Security of Persons and Property	0	0	0	0	65,077
Transportation	851,186	32,573	0	0	0
General Government	0	0	0	0	0
Debt Service:					
Principal Retirement	7,333	0	0	0	0
Interest and Fiscal Charges	403	0	0	0	0
<b>Total Expenditures</b>	<b>858,922</b>	<b>32,573</b>	<b>0</b>	<b>0</b>	<b>65,077</b>
Excess (Deficiency) of Revenues Over Expenditures	(121,649)	19,007	76,040	193,628	(15,653)
<b>Other Financing Sources (Uses):</b>					
Transfers In	350,000	0	0	0	25,000
Transfers Out	0	0	(75,000)	(185,000)	0
<b>Total Other Financing Sources (Uses)</b>	<b>350,000</b>	<b>0</b>	<b>(75,000)</b>	<b>(185,000)</b>	<b>25,000</b>
Net Change in Fund Balances	228,351	19,007	1,040	8,628	9,347
<b>Fund Balance at Beginning of Year</b>	<b>476,548</b>	<b>197,742</b>	<b>1,565</b>	<b>51,457</b>	<b>136,799</b>
Decrease in Inventory Reserve	(5,722)	0	0	0	0
<b>Fund Balance End of Year</b>	<b>\$ 699,177</b>	<b>\$ 216,749</b>	<b>\$ 2,605</b>	<b>\$ 60,085</b>	<b>\$ 146,146</b>

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

	Drug Law Enforcement	Mayor's Court Improvement	Austin Center Municipal Public Improvement TIF	Library Donation Trust	Law Enforcement Trust
<b>Revenues:</b>					
Intergovernmental Revenues	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Licenses and Permits	0	19,546	0	0	0
Investment Earnings	0	0	0	0	0
Donations	0	0	0	6,052	0
All Other Revenue	0	0	126,463	0	1,168
<b>Total Revenue</b>	<b>0</b>	<b>19,546</b>	<b>126,463</b>	<b>6,052</b>	<b>1,168</b>
<b>Expenditures:</b>					
Current:					
Security of Persons and Property	311	0	0	0	109
Transportation	0	0	0	0	0
General Government	0	20,291	14,702	5,974	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
<b>Total Expenditures</b>	<b>311</b>	<b>20,291</b>	<b>14,702</b>	<b>5,974</b>	<b>109</b>
Excess (Deficiency) of Revenues Over Expenditures	(311)	(745)	111,761	78	1,059
<b>Other Financing Sources (Uses):</b>					
Transfers In	0	0	25,000	0	0
Transfers Out	0	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>25,000</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balances	(311)	(745)	136,761	78	1,059
<b>Fund Balance at Beginning of Year</b>	<b>28,874</b>	<b>174,495</b>	<b>0</b>	<b>6,737</b>	<b>10,271</b>
Decrease in Inventory Reserve	0	0	0	0	0
<b>Fund Balance End of Year</b>	<b>\$ 28,563</b>	<b>\$ 173,750</b>	<b>\$ 136,761</b>	<b>\$ 6,815</b>	<b>\$ 11,330</b>

**CITY OF SPRINGBORO, OHIO**

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<u>DARE Trust</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 13,894	\$ 1,067,825
0	19,546
0	18,129
980	7,032
0	163,516
<u>14,874</u>	<u>1,276,048</u>
20,250	85,747
0	883,759
0	40,967
0	7,333
0	403
<u>20,250</u>	<u>1,018,209</u>
(5,376)	257,839
5,000	405,000
0	(260,000)
<u>5,000</u>	<u>145,000</u>
(376)	402,839
31,674	1,116,162
0	(5,722)
<u>\$ 31,298</u>	<u>\$ 1,513,279</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Municipal Income Taxes	\$ 6,381,000	\$ 6,381,000	\$ 6,486,718	\$ 105,718
Property and Other Taxes	738,000	738,000	726,133	(11,867)
Intergovernmental Revenues	488,562	488,562	449,636	(38,926)
Charges for Services	990,800	974,000	980,683	6,683
Fines, Licenses and Permits	392,340	392,340	324,748	(67,592)
Investment Earnings	480,000	480,000	576,951	96,951
Special Assessments	34,000	34,000	26,796	(7,204)
All Other Revenues	100,100	100,100	314,771	214,671
Total Revenues	<u>9,604,802</u>	<u>9,588,002</u>	<u>9,886,436</u>	<u>298,434</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	2,072,516	2,066,609	1,879,851	186,758
Materials and Supplies	75,079	178,394	155,256	23,138
Contractual Services	173,173	160,900	144,154	16,746
Capital Outlay	133,085	130,585	128,602	1,983
Total Police Department	<u>2,453,853</u>	<u>2,536,488</u>	<u>2,307,863</u>	<u>228,625</u>
Police Dispatcher:				
Personal Services	346,647	346,021	292,292	53,729
Materials and Supplies	3,467	1,467	467	1,000
Contractual Services	18,135	16,085	10,895	5,190
Total Police Dispatcher	<u>368,249</u>	<u>363,573</u>	<u>303,654</u>	<u>59,919</u>
Street Lighting:				
Contractual Services	134,234	134,234	117,484	16,750
Total Street Lighting	<u>134,234</u>	<u>134,234</u>	<u>117,484</u>	<u>16,750</u>
Civil Defense:				
Contractual Services	2,000	2,000	1,981	19
Total Civil Defense	<u>2,000</u>	<u>2,000</u>	<u>1,981</u>	<u>19</u>
Prisoner Care:				
Contractual Services	4,000	5,328	5,328	0
Total Prisoner Care	<u>4,000</u>	<u>5,328</u>	<u>5,328</u>	<u>0</u>
Total Security of Persons and Property	<u>2,962,336</u>	<u>3,041,623</u>	<u>2,736,310</u>	<u>305,313</u>

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public Health and Welfare:				
Health Board:				
Contractual Services	14,061	14,061	14,060	1
Total Public Health and Welfare	14,061	14,061	14,060	1
Leisure Time Activities:				
Parks:				
Contractual Services	23,000	19,500	6,200	13,300
Materials and Supplies	2,000	5,500	4,050	1,450
Total Parks	25,000	25,000	10,250	14,750
Park Maintenance:				
Personal Services	307,678	308,678	268,094	40,584
Contractual Services	47,261	68,761	52,653	16,108
Materials and Supplies	54,580	90,580	64,613	25,967
Capital Outlay	54,000	16,500	16,500	0
Total Park Maintenance	463,519	484,519	401,860	82,659
Library Services:				
Contractual Services	32,000	35,756	28,605	7,151
Materials and Supplies	1,500	1,454	792	662
Total Library Services	33,500	37,210	29,397	7,813
Total Leisure Time Activities	522,019	546,729	441,507	105,222
Community Environment:				
Planning and Zoning:				
Contractual Services	140,911	139,911	109,438	30,473
Materials and Supplies	1,500	2,500	177	2,323
Total Planning and Zoning	142,411	142,411	109,615	32,796
Engineering:				
Personal Services	144,750	145,855	116,761	29,094
Contractual Services	106,255	69,289	39,263	30,026
Materials and Supplies	8,500	7,866	7,695	171
Total Engineering	259,505	223,010	163,719	59,291

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Economic Development:</b>				
Personal Services	1,000	965	262	703
Contractual Services	163,854	163,889	121,660	42,229
Materials and Supplies	300	300	110	190
Total Economic Development	165,154	165,154	122,032	43,122
<b>Building Inspection:</b>				
Personal Services	237,475	227,814	209,748	18,066
Contractual Services	96,454	96,317	74,738	21,579
Materials and Supplies	10,207	10,344	6,388	3,956
Capital Outlay	0	40,000	38,696	1,304
Total Building Inspection	344,136	374,475	329,570	44,905
Total Community Environment	911,206	905,050	724,936	180,114
<b>General Government:</b>				
<b>City Council:</b>				
Personal Services	145,750	151,327	142,375	8,952
Contractual Services	64,787	71,710	66,884	4,826
Materials and Supplies	4,455	3,655	3,276	379
Total City Council	214,992	226,692	212,535	14,157
<b>City Manager:</b>				
Personal Services	120,300	128,200	123,207	4,993
Contractual Services	115,985	95,585	56,194	39,391
Materials and Supplies	18,200	17,800	17,017	783
Total City Manager	254,485	241,585	196,418	45,167
<b>Assistant City Manager:</b>				
Personal Services	66,925	67,424	65,370	2,054
Contractual Services	60,228	58,377	41,568	16,809
Materials and Supplies	1,000	1,850	1,626	224
Total Assistant City Manager	128,153	127,651	108,564	19,087
<b>Computer Administration:</b>				
Personal Services	76,100	76,210	70,872	5,338
Contractual Services	51,200	48,715	37,397	11,318
Materials and Supplies	33,534	35,710	28,819	6,891
Total Computer Administration	160,834	160,635	137,088	23,547

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Finance Department:				
Personal Services	155,200	155,200	143,848	11,352
Contractual Services	96,776	88,309	67,390	20,919
Materials and Supplies	5,000	1,150	695	455
Total Finance Department	256,976	244,659	211,933	32,726
Mayor's Court:				
Personal Services	79,350	80,355	65,470	14,885
Contractual Services	68,566	70,292	65,950	4,342
Materials and Supplies	1,613	1,213	463	750
Total Mayor's Court	149,529	151,860	131,883	19,977
Income Tax:				
Personal Services	144,861	144,861	121,491	23,370
Contractual Services	790,249	806,921	800,358	6,563
Materials and Supplies	2,112	2,112	44	2,068
Total Income Tax	937,222	953,894	921,893	32,001
Legal Administration:				
Contractual Services	231,015	158,015	119,129	38,886
Total Legal Administration	231,015	158,015	119,129	38,886
Volunteer Services:				
Contractual Services	5,000	7,354	7,354	0
Total Volunteer Services	5,000	7,354	7,354	0
Building and Land:				
Personal Services	501,880	502,637	502,213	424
Contractual Services	654,010	591,721	511,639	80,082
Materials and Supplies	59,295	90,845	72,884	17,961
Capital Outlay	56,000	56,000	55,211	789
Total Building and Land	1,271,185	1,241,203	1,141,947	99,256
Miscellaneous:				
Contractual Services	76,956	74,956	59,484	15,472
Materials and Supplies	200	200	0	200
Total Miscellaneous	77,156	75,156	59,484	15,672

(Continued)

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Health Insurance:				
Contractual Services	969,193	1,119,193	1,061,303	57,890
Total Health Insurance	969,193	1,119,193	1,061,303	57,890
Total General Government	4,655,740	4,707,897	4,309,531	398,366
Total Expenditures	9,065,362	9,215,360	8,226,344	989,016
Excess (Deficiency) of Revenues Over (Under) Expenditures	539,440	372,642	1,660,092	1,287,450
<b>Other Financing Sources (Uses):</b>				
Refunding Bonds Issued	0	0	3,603	3,603
Transfers In	500	500	0	(500)
Transfers Out	(1,226,800)	(1,681,300)	(1,680,559)	741
Total Other Financing Sources (Uses)	(1,226,300)	(1,680,800)	(1,676,956)	3,844
Net Change in Fund Balance	(686,860)	(1,308,158)	(16,864)	1,291,294
Fund Balance at Beginning of Year	4,938,864	4,938,864	4,938,864	0
Prior Year Encumbrances	331,680	331,680	331,680	0
Fund Balance at End of Year	<u>\$ 4,583,684</u>	<u>\$ 3,962,386</u>	<u>\$ 5,253,680</u>	<u>\$ 1,291,294</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Debt Service Fund  
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Payment in Lieu of Taxes	\$ 385,000	\$ 380,000	\$ 381,409	\$ 1,409
Special Assessments	301,600	301,600	461,646	160,046
Total Revenues	<u>686,600</u>	<u>681,600</u>	<u>843,055</u>	<u>161,455</u>
<b>Expenditures:</b>				
Debt Service:				
Principal Retirement	3,284,701	3,284,701	3,284,100	601
Interest and Fiscal Charges	382,703	443,422	433,236	10,186
Total Expenditures	<u>3,667,404</u>	<u>3,728,123</u>	<u>3,717,336</u>	<u>10,787</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,980,804)	(3,046,523)	(2,874,281)	172,242
<b>Other Financing Sources (Uses):</b>				
Transfers In	<u>3,039,600</u>	<u>3,100,319</u>	<u>3,100,319</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>3,039,600</u>	<u>3,100,319</u>	<u>3,100,319</u>	<u>0</u>
Net Change in Fund Balance	58,796	53,796	226,038	172,242
Fund Balance at Beginning of Year	<u>463,997</u>	<u>463,997</u>	<u>463,997</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 522,793</u>	<u>\$ 517,793</u>	<u>\$ 690,035</u>	<u>\$ 172,242</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Project Fund  
For the Year Ended December 31, 2008**

	<b>CONSTRUCTION FUND</b>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 495,000	\$ 0	\$ 0	\$ 0
Special Assessments	35,000	35,000	20,917	(14,083)
Payments from Developers	0	422,143	972,412	550,269
All Other Revenues	20,000	92,857	213,898	121,041
Total Revenues	<u>550,000</u>	<u>550,000</u>	<u>1,207,227</u>	<u>657,227</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	461,159	762,571	743,461	19,110
Total General Government	<u>461,159</u>	<u>762,571</u>	<u>743,461</u>	<u>19,110</u>
Capital Outlay	9,592,608	9,020,296	6,347,357	2,672,939
Total Expenditures	<u>10,053,767</u>	<u>9,782,867</u>	<u>7,090,818</u>	<u>2,692,049</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,503,767)	(9,232,867)	(5,883,591)	3,349,276
<b>Other Financing Sources (Uses):</b>				
Refunding Bonds Issued	0	240,000	240,000	0
General Obligation Bonds Issued	4,150,000	6,799,000	8,900,645	2,101,645
Transfers In	1,656,800	1,356,000	1,160,800	(195,200)
Transfers Out	(83,500)	(154,400)	(154,157)	243
Total Other Financing Sources (Uses)	<u>5,723,300</u>	<u>8,240,600</u>	<u>10,147,288</u>	<u>1,906,688</u>
Net Change in Fund Balance	(3,780,467)	(992,267)	4,263,697	5,255,964
Fund Balance at Beginning of Year	2,981,590	2,981,590	2,981,590	0
Prior Year Encumbrances	1,836,137	1,836,137	1,836,137	0
Fund Balance at End of Year	<u>\$ 1,037,260</u>	<u>\$ 3,825,460</u>	<u>\$ 9,081,424</u>	<u>\$ 5,255,964</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Project Fund  
For the Year Ended December 31, 2008**

<b>LAND ACQUISITION FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
All Other Revenues	\$ 0	\$ 0	\$ 1,314	\$ 1,314
Total Revenues	<u>0</u>	<u>0</u>	<u>1,314</u>	<u>1,314</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	151	0	151
Total General Government	<u>0</u>	<u>151</u>	<u>0</u>	<u>151</u>
Capital Outlay	0	204,349	204,349	0
Total Expenditures	<u>0</u>	<u>204,500</u>	<u>204,349</u>	<u>151</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(204,500)	(203,035)	1,465
<b>Other Financing Sources (Uses):</b>				
General Obligation Notes Issued	2,700,000	2,700,000	2,719,440	19,440
Transfers In	135,000	339,500	339,500	0
Transfers Out	(2,808,000)	(2,808,000)	(2,807,700)	300
Total Other Financing Sources (Uses)	<u>27,000</u>	<u>231,500</u>	<u>251,240</u>	<u>19,740</u>
Net Change in Fund Balance	27,000	27,000	48,205	21,205
Fund Balance at Beginning of Year	17,356	17,356	17,356	0
Fund Balance at End of Year	<u>\$ 44,356</u>	<u>\$ 44,356</u>	<u>\$ 65,561</u>	<u>\$ 21,205</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Project Fund  
For the Year Ended December 31, 2008**

<b>INCOME TAX CAPITAL IMPROVEMENT FUND</b>				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Municipal Income Taxes	\$ 3,450,000	\$ 3,118,000	\$ 3,243,227	\$ 125,227
Total Revenues	<u>3,450,000</u>	<u>3,118,000</u>	<u>3,243,227</u>	<u>125,227</u>
<b>Expenditures:</b>				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,450,000	3,118,000	3,243,227	125,227
<b>Other Financing Sources (Uses):</b>				
Transfers Out	<u>(3,465,000)</u>	<u>(3,238,000)</u>	<u>(3,222,568)</u>	<u>15,432</u>
Total Other Financing Sources (Uses)	<u>(3,465,000)</u>	<u>(3,238,000)</u>	<u>(3,222,568)</u>	<u>15,432</u>
Net Change in Fund Balance	(15,000)	(120,000)	20,659	140,659
Fund Balance at Beginning of Year	<u>181,252</u>	<u>181,252</u>	<u>181,252</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 166,252</u>	<u>\$ 61,252</u>	<u>\$ 201,911</u>	<u>\$ 140,659</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

<b>STREET MAINTENANCE AND REPAIR FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 590,000	\$ 565,000	\$ 625,715	\$ 60,715
Investment Earnings	11,000	11,000	8,037	(2,963)
All Other Revenues	0	0	291	291
Total Revenues	<u>601,000</u>	<u>576,000</u>	<u>634,043</u>	<u>58,043</u>
<b>Expenditures:</b>				
Transportation:				
Personal Services	463,495	457,756	454,598	3,158
Materials and Supplies	291,304	552,304	520,993	31,311
Contractual Services	149,309	144,049	123,018	21,031
Capital Outlay	79,211	79,211	75,396	3,815
Total Expenditures	<u>983,319</u>	<u>1,233,320</u>	<u>1,174,005</u>	<u>59,315</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(382,319)	(657,320)	(539,962)	117,358
<b>Other Financing Sources (Uses):</b>				
Transfers In	100,000	350,000	350,000	0
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>350,000</u>	<u>350,000</u>	<u>0</u>
Net Change in Fund Balance	(282,319)	(307,320)	(189,962)	117,358
Fund Balance at Beginning of Year	277,662	277,662	277,662	0
Prior Year Encumbrances	79,424	79,424	79,424	0
Fund Balance at End of Year	<u>\$ 74,767</u>	<u>\$ 49,766</u>	<u>\$ 167,124</u>	<u>\$ 117,358</u>

**CITY OF SPRINGBORO, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008***

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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 48,500	\$ 45,500	\$ 45,359	\$ (141)
Investment Earnings	4,500	4,500	6,331	1,831
Total Revenues	<u>53,000</u>	<u>50,000</u>	<u>51,690</u>	<u>1,690</u>
<b>Expenditures:</b>				
Transportation:				
Contractual Services	36,513	37,513	32,723	4,790
Capital Outlay	0	20,000	20,000	0
Total Expenditures	<u>36,513</u>	<u>57,513</u>	<u>52,723</u>	<u>4,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	16,487	(7,513)	(1,033)	6,480
Fund Balance at Beginning of Year	191,022	191,022	191,022	0
Prior Year Encumbrances	513	513	513	0
Fund Balance at End of Year	<u>\$ 208,022</u>	<u>\$ 184,022</u>	<u>\$ 190,502</u>	<u>\$ 6,480</u>

**CITY OF SPRINGBORO, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008***

	<b>PERMISSIVE USE TAX FUND</b>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 125,000	\$ 76,000	\$ 75,000	\$ (1,000)
Investment Earnings	0	0	1,040	1,040
Total Revenues	<u>125,000</u>	<u>76,000</u>	<u>76,040</u>	<u>40</u>
<b>Expenditures:</b>				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	125,000	76,000	76,040	40
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(125,000)	(75,000)	(75,000)	0
Total Other Financing Sources (Uses)	<u>(125,000)</u>	<u>(75,000)</u>	<u>(75,000)</u>	<u>0</u>
Net Change in Fund Balance	0	1,000	1,040	40
Fund Balance at Beginning of Year	1,565	1,565	1,565	0
Fund Balance at End of Year	<u>\$ 1,565</u>	<u>\$ 2,565</u>	<u>\$ 2,605</u>	<u>\$ 40</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

<b>MOTOR VEHICLE LICENSE TAX FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 183,500	\$ 183,500	\$ 191,141	\$ 7,641
Investment Earnings	3,800	3,800	2,721	(1,079)
Total Revenues	<u>187,300</u>	<u>187,300</u>	<u>193,862</u>	<u>6,562</u>
<b>Expenditures:</b>				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	187,300	187,300	193,862	6,562
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(185,000)	(185,000)	(185,000)	0
Total Other Financing Sources (Uses)	<u>(185,000)</u>	<u>(185,000)</u>	<u>(185,000)</u>	<u>0</u>
Net Change in Fund Balance	2,300	2,300	8,862	6,562
Fund Balance at Beginning of Year	20,923	20,923	20,923	0
Fund Balance at End of Year	<u>\$ 23,223</u>	<u>\$ 23,223</u>	<u>\$ 29,785</u>	<u>\$ 6,562</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

	COPS GRANT FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 16,937	\$ 16,937	\$ 13,830	\$ (3,107)
All Other Revenues	56,938	36,723	40,019	3,296
Total Revenues	<u>73,875</u>	<u>53,660</u>	<u>53,849</u>	<u>189</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Personal Services	60,150	59,930	35,543	24,387
Materials and Supplies	600	600	0	600
Contractual Services	800	1,020	1,004	16
Capital Outlay	33,875	27,660	27,660	0
Total Expenditures	<u>95,425</u>	<u>89,210</u>	<u>64,207</u>	<u>25,003</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,550)	(35,550)	(10,358)	25,192
<b>Other Financing Sources (Uses):</b>				
Transfers In	50,000	25,000	25,000	0
Total Other Financing Sources (Uses)	<u>50,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Net Change in Fund Balance	28,450	(10,550)	14,642	25,192
Fund Balance at Beginning of Year	135,655	135,655	135,655	0
Fund Balance at End of Year	<u>\$ 164,105</u>	<u>\$ 125,105</u>	<u>\$ 150,297</u>	<u>\$ 25,192</u>

**CITY OF SPRINGBORO, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
Security of Persons and Property:				
Contractual Services	400	400	400	0
Capital Outlay	14,000	14,000	0	14,000
Total Expenditures	14,400	14,400	400	14,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,400)	(14,400)	(400)	14,000
Fund Balance at Beginning of Year	28,900	28,900	28,900	0
Fund Balance at End of Year	\$ 14,500	\$ 14,500	\$ 28,500	\$ 14,000

**CITY OF SPRINGBORO, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

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<b>MAYOR'S COURT IMPROVEMENT FUND</b>				Variance with Final Budget
	Original Budget	Final Budget	Actual	Positive (Negative)
<b>Revenues:</b>				
Fines, Licenses and Permits	\$ 20,000	\$ 16,800	\$ 18,752	\$ 1,952
Total Revenues	<u>20,000</u>	<u>16,800</u>	<u>18,752</u>	<u>1,952</u>
<b>Expenditures:</b>				
General Government:				
Materials and Supplies	1,000	1,000	0	1,000
Contractual Services	13,260	13,260	12,662	598
Capital Outlay	75,000	75,000	17,629	57,371
Total Expenditures	<u>89,260</u>	<u>89,260</u>	<u>30,291</u>	<u>58,969</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(69,260)	(72,460)	(11,539)	60,921
Fund Balance at Beginning of Year	<u>173,635</u>	<u>173,635</u>	<u>173,635</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 104,375</u></u>	<u><u>\$ 101,175</u></u>	<u><u>\$ 162,096</u></u>	<u><u>\$ 60,921</u></u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

<b>AUSTIN CENTER MUNICIPAL PUBLIC IMPROVEMENT TIF FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
General Government:				
Contractual Services	25,000	25,000	25,000	0
Total Expenditures	25,000	25,000	25,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(25,000)	(25,000)	(25,000)	0
<b>Other Financing Sources (Uses):</b>				
Transfers In	25,000	25,000	25,000	0
Total Other Financing Sources (Uses)	25,000	25,000	25,000	0
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SPRINGBORO, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

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<b>LIBRARY DONATION TRUST FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Donations	\$ 6,000	\$ 5,500	\$ 6,052	\$ 552
Total Revenues	<u>6,000</u>	<u>5,500</u>	<u>6,052</u>	<u>552</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	6,500	6,500	5,974	526
Total Expenditures	<u>6,500</u>	<u>6,500</u>	<u>5,974</u>	<u>526</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(500)	(1,000)	78	1,078
Fund Balance at Beginning of Year	6,737	6,737	6,737	0
Fund Balance at End of Year	<u>\$ 6,237</u>	<u>\$ 5,737</u>	<u>\$ 6,815</u>	<u>\$ 1,078</u>

**CITY OF SPRINGBORO, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008***

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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>LAW ENFORCEMENT TRUST FUND</b>				
<b>Revenues:</b>				
All Other Revenues	\$ 1,000	\$ 1,000	\$ 1,242	\$ 242
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>1,242</u>	<u>242</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	1,000	1,000	109	891
Contractual Services	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total Expenditures	<u>1,500</u>	<u>1,500</u>	<u>109</u>	<u>1,391</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(500)	(500)	1,133	1,633
Fund Balance at Beginning of Year	<u>10,121</u>	<u>10,121</u>	<u>10,121</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 9,621</u>	<u>\$ 9,621</u>	<u>\$ 11,254</u>	<u>\$ 1,633</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2008**

	<b>DARE TRUST FUND</b>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 4,000	\$ 4,000	\$ 13,894	\$ 9,894
Donations	2,000	2,000	980	(1,020)
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>14,874</u>	<u>8,874</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Personal Services	17,300	18,164	18,154	10
Materials and Supplies	2,700	2,396	2,096	300
Contractual Services	560	0	0	0
Total Expenditures	<u>20,560</u>	<u>20,560</u>	<u>20,250</u>	<u>310</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,560)	(14,560)	(5,376)	9,184
<b>Other Financing Sources (Uses):</b>				
Transfers In	5,000	5,000	5,000	0
Total Other Financing Sources (Uses)	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Net Change in Fund Balance	(9,560)	(9,560)	(376)	9,184
Fund Balance at Beginning of Year	31,674	31,674	31,674	0
Fund Balance at End of Year	<u>\$ 22,114</u>	<u>\$ 22,114</u>	<u>\$ 31,298</u>	<u>\$ 9,184</u>

**CITY OF SPRINGBORO, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Fund  
For the Year Ended December 31, 2008**

<b>PERMANENT IMPROVEMENT FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Property and Other Taxes	\$ 75,000	\$ 75,000	\$ 75,000	\$ 0
Fines, Licenses and Permits	47,250	40,000	14,469	(25,531)
All Other Revenues	0	0	2,166	2,166
Total Revenues	<u>122,250</u>	<u>115,000</u>	<u>91,635</u>	<u>(23,365)</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	9,460	8,982	478
Total General Government	<u>0</u>	<u>9,460</u>	<u>8,982</u>	<u>478</u>
Capital Outlay	385,085	375,625	375,002	623
Total Expenditures	<u>385,085</u>	<u>385,085</u>	<u>383,984</u>	<u>1,101</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(262,835)	(270,085)	(292,349)	(22,264)
<b>Other Financing Sources (Uses):</b>				
Transfers In	250,000	250,000	300,000	50,000
Transfers Out	(32,800)	(32,800)	(28,203)	4,597
Total Other Financing Sources (Uses)	<u>217,200</u>	<u>217,200</u>	<u>271,797</u>	<u>54,597</u>
Net Change in Fund Balance	(45,635)	(52,885)	(20,552)	32,333
Fund Balance at Beginning of Year	136,456	136,456	136,456	0
Prior Year Encumbrances	5,085	5,085	5,085	0
Fund Balance at End of Year	<u>\$ 95,906</u>	<u>\$ 88,656</u>	<u>\$ 120,989</u>	<u>\$ 32,333</u>

***Fiduciary Funds***

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Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

***Agency Funds***

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**Mayor's Court Fund**

To account for the collection and distribution of court fines and forfeitures.

**Special Assessment Fund**

To account for special assessments collected from property owners and remitted to various homeowners associations.

**CITY OF SPRINGBORO, OHIO**

***Statement Of Changes In Assets And Liabilities  
Agency Funds  
For the Year Ended December 31, 2008***

	Balance December 31, 2007	Additions	Deductions	Balance December 31, 2008
<b><u>Mayor's Court Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$14,612	\$385,591	(\$386,930)	\$13,273
Total Assets	<u>\$14,612</u>	<u>\$385,591</u>	<u>(\$386,930)</u>	<u>\$13,273</u>
Liabilities:				
Undistributed Monies	\$14,612	\$385,591	(\$386,930)	\$13,273
Total Liabilities	<u>\$14,612</u>	<u>\$385,591</u>	<u>(\$386,930)</u>	<u>\$13,273</u>
<b><u>Special Assessment Fund</u></b>				
Assets:				
Special Assessments Receivable	\$418,951	\$0	(\$75,563)	\$343,388
Total Assets	<u>\$418,951</u>	<u>\$0</u>	<u>(\$75,563)</u>	<u>\$343,388</u>
Liabilities:				
Due to Others	\$418,951	\$0	(\$75,563)	\$343,388
Total Liabilities	<u>\$418,951</u>	<u>\$0</u>	<u>(\$75,563)</u>	<u>\$343,388</u>
<b><u>Total Agency Funds:</u></b>				
Assets:				
Cash and Cash Equivalents	\$14,612	\$385,591	(\$386,930)	\$13,273
Special Assessments Receivable	418,951	0	(75,563)	343,388
Total Assets	<u>\$433,563</u>	<u>\$385,591</u>	<u>(\$462,493)</u>	<u>\$356,661</u>
Liabilities:				
Due to Others	\$418,951	\$0	(\$75,563)	\$343,388
Undistributed Monies	14,612	385,591	(386,930)	13,273
Total Liabilities	<u>\$433,563</u>	<u>\$385,591</u>	<u>(\$462,493)</u>	<u>\$356,661</u>

*CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL FUNDS*

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**CITY OF SPRINGBORO, OHIO**

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
December 31, 2008***

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Capital Assets:

Land	\$15,752,454
Construction in Progress	3,017,747
Land Improvements	425,341
Infrastructure	33,948,133
Buildings	2,873,080
Equipment	<u>2,851,484</u>
Total Capital Assets	<u><u>\$58,868,239</u></u>

Investment in Capital Assets from:

General Fund	\$9,455,231
Special Revenue Funds	506,069
Capital Projects Funds	7,916,446
Infrastructure Prior to 2002	35,480,175
Donated Infrastructure	4,748,000
Enterprise Funds	<u>762,318</u>
Total Investment in Capital Assets	<u><u>\$58,868,239</u></u>

**CITY OF SPRINGBORO, OHIO**

**Capital Assets Used in the Operation of Governmental Funds  
Schedule by Function and Activity  
December 31, 2008**

<u>Function and Activity</u>	<u>Land</u>	<u>Construction in Progress</u>	<u>Land Improvements</u>	<u>Infrastructure</u>
<u>General Government:</u>				
City Manager	\$0	\$0	\$0	\$0
Records Management	0	0	0	0
Finance	0	0	0	0
Taxation	0	0	0	0
Public Land and Buildings	2,766,820	2,673,008	23,458	0
Total	<u>2,766,820</u>	<u>2,673,008</u>	<u>23,458</u>	<u>0</u>
<u>Security of Persons and Property:</u>				
Police	0	0	0	0
Street Lighting	0	0	0	0
Traffic Control	0	11,000	0	0
Total	<u>0</u>	<u>11,000</u>	<u>0</u>	<u>0</u>
<u>Transportation:</u>				
Street	12,054,092	0	78,250	33,948,133
Grounds	153,795	0	0	0
Total	<u>12,207,887</u>	<u>0</u>	<u>78,250</u>	<u>33,948,133</u>
<u>Leisure Time Activities:</u>				
Parks and Recreation	777,747	333,739	323,633	0
Library	0	0	0	0
Total	<u>777,747</u>	<u>333,739</u>	<u>323,633</u>	<u>0</u>
<u>Community Environment:</u>				
Engineering	0	0	0	0
Planning and Zoning	0	0	0	0
Building Inspection	0	0	0	0
Total	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Capital Assets	<u>\$15,752,454</u>	<u>\$3,017,747</u>	<u>\$425,341</u>	<u>\$33,948,133</u>

**CITY OF SPRINGBORO, OHIO**

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<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
\$0	\$8,845	\$8,845
0	20,507	20,507
0	120,377	120,377
0	43,499	43,499
<u>147,475</u>	<u>179,858</u>	<u>5,790,619</u>
<u>147,475</u>	<u>373,086</u>	<u>5,983,847</u>
0	620,072	620,072
0	78,675	78,675
0	236,500	247,500
<u>0</u>	<u>935,247</u>	<u>946,247</u>
872,294	916,921	47,869,690
<u>12,376</u>	<u>51,721</u>	<u>217,892</u>
<u>884,670</u>	<u>968,642</u>	<u>48,087,582</u>
1,155,935	391,076	2,982,130
<u>685,000</u>	<u>39,920</u>	<u>724,920</u>
<u>1,840,935</u>	<u>430,996</u>	<u>3,707,050</u>
0	96,906	96,906
0	0	0
0	46,607	46,607
<u>0</u>	<u>143,513</u>	<u>143,513</u>
<u>\$2,873,080</u>	<u>\$2,851,484</u>	<u>\$58,868,239</u>

**CITY OF SPRINGBORO, OHIO**

***Capital Assets Used in the Operation of Governmental Funds  
Schedule of Changes by Function and Activity  
For the Year Ended December 31, 2008***

Function and Activity	Balance at January 1, 2007	Transfers	Additions	Deletions	Balance at December 31, 2008
<b><u>General Government:</u></b>					
City Manager	\$8,845	\$0	\$0	\$0	\$8,845
Records Management	12,202	0	8,305	0	20,507
Finance	26,582	0	93,795	0	120,377
Taxation	8,200	0	35,299	0	43,499
Public Land and Buildings	4,282,311	0	2,338,142	(829,834)	5,790,619
Total	<u>4,338,140</u>	<u>0</u>	<u>2,475,541</u>	<u>(829,834)</u>	<u>5,983,847</u>
<b><u>Security of Persons and Property:</u></b>					
Police	536,806	0	114,306	(31,040)	620,072
Street Lighting	78,675	0	0	0	78,675
Traffic Control	135,595	0	127,185	(15,280)	247,500
Total	<u>751,076</u>	<u>0</u>	<u>241,491</u>	<u>(46,320)</u>	<u>946,247</u>
<b><u>Transportation:</u></b>					
Street	47,295,397	0	850,888	(276,595)	47,869,690
Grounds	217,892	0	0	0	217,892
Total	<u>47,513,289</u>	<u>0</u>	<u>850,888</u>	<u>(276,595)</u>	<u>48,087,582</u>
<b><u>Leisure Time Activities:</u></b>					
Parks and Recreation	2,634,837	0	347,293	0	2,982,130
Library	724,920	0	0	0	724,920
Total	<u>3,359,757</u>	<u>0</u>	<u>347,293</u>	<u>0</u>	<u>3,707,050</u>
<b><u>Community Environment:</u></b>					
Engineering	100,123	17,356	16,710	(37,283)	96,906
Planning and Zoning	17,356	(17,356)	0	0	0
Building Inspection	46,607	0	0	0	46,607
Total	<u>164,086</u>	<u>0</u>	<u>16,710</u>	<u>(37,283)</u>	<u>143,513</u>
Total Capital Assets	<u>\$56,126,348</u>	<u>\$0</u>	<u>\$3,931,923</u>	<u>(\$1,190,032)</u>	<u>\$58,868,239</u>

*STATISTICAL SECTION*

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## ***STATISTICAL TABLES***

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This part of the City’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

### ***Contents***

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<b>Financial Trends</b>	S 2 – S 13
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
<b>Revenue Capacity</b>	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue sources, the property tax and the income tax.	
<b>Debt Capacity</b>	S 18 – S 27
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
<b>Economic and Demographic Information</b>	S 28 – S 31
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
<b>Operating Information</b>	S 32 – S 39
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City’s provides and the activities it performs.	
<b>Sources Note:</b>	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.	

## *City of Springboro*

*Net Assets by Component  
Last Seven Years  
(accrual basis of accounting)*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$26,620,573	\$26,568,831	\$26,779,476	\$26,884,114
Restricted	507,667	8,191,414	5,917,872	10,161,903
Unrestricted	3,627,300	2,904,963	7,560,929	8,593,613
Total Governmental Activities Net Assets	<u>\$30,755,540</u>	<u>\$37,665,208</u>	<u>\$40,258,277</u>	<u>\$45,639,630</u>
<b>Business-type Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$35,142,066	\$38,353,625	\$41,799,090	\$48,700,584
Restricted	2,507,436	2,524,224	2,465,210	1,988,424
Unrestricted	9,143,921	11,331,271	10,390,664	6,795,398
Total Business-type Activities Net Assets	<u>\$46,793,423</u>	<u>\$52,209,120</u>	<u>\$54,654,964</u>	<u>\$57,484,406</u>
<b>Primary Government:</b>				
Invested in Capital Assets, Net of Related Debt	\$61,762,639	\$64,922,456	\$68,578,566	\$75,584,698
Restricted	3,015,103	10,715,638	8,383,082	12,150,327
Unrestricted	12,771,221	14,236,234	17,951,593	15,389,011
Total Primary Government Net Assets	<u>\$77,548,963</u>	<u>\$89,874,328</u>	<u>\$94,913,241</u>	<u>\$103,124,036</u>

Source: Finance Director's Office

*City of Springboro*

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<u>2006</u>	<u>2007</u>	<u>2008</u>
\$27,213,897	\$29,738,654	\$28,928,245
10,981,263	11,542,608	12,587,110
9,523,096	8,809,701	9,194,739
<u>\$47,718,256</u>	<u>\$50,090,963</u>	<u>\$50,710,094</u>
\$46,543,923	\$48,566,261	\$49,184,865
2,080,999	2,186,063	2,525,520
7,879,343	8,746,907	9,099,578
<u>\$56,504,265</u>	<u>\$59,499,231</u>	<u>\$60,809,963</u>
\$73,757,820	\$78,304,915	\$78,113,110
13,062,262	13,728,671	15,112,630
17,402,439	17,556,608	18,294,317
<u>\$104,222,521</u>	<u>\$109,590,194</u>	<u>\$111,520,057</u>

## City of Springboro

*Changes in Net Assets  
Last Seven Years  
(accrual basis of accounting)*

	2002	2003	2004	2005
<b>Expenses</b>				
Governmental Activities:				
Security of Persons and Property	\$2,357,149	\$2,509,238	\$2,514,444	\$2,640,056
Public Health and Welfare Services	1,866	6,950	8,965	8,780
Leisure Time Activities	448,763	451,964	453,041	509,990
Community Environment	1,045,933	820,106	607,037	768,207
Transportation	1,949,497	1,829,937	1,848,412	1,878,604
General Government	3,462,461	3,758,165	3,470,693	4,174,898
Interest and Fiscal Charges	461,402	438,662	410,280	505,312
<i>Total Governmental Activities Expenses</i>	<u>9,727,071</u>	<u>9,815,022</u>	<u>9,312,872</u>	<u>10,485,847</u>
Business-type Activities:				
Golf Course	1,829,780	2,153,667	2,357,184	2,136,737
Water	2,778,871	2,754,140	3,026,472	3,108,710
Sewer	1,790,854	2,462,129	2,451,894	3,410,660
Trash	507,351	545,247	591,690	777,021
Storm Water	0	0	14,092	198,394
<i>Total Business-type Activities Expenses</i>	<u>6,906,856</u>	<u>7,915,183</u>	<u>8,441,332</u>	<u>9,631,522</u>
<i>Total Primary Government Expenses</i>	<u><u>\$16,633,927</u></u>	<u><u>\$17,730,205</u></u>	<u><u>\$17,754,204</u></u>	<u><u>\$20,117,369</u></u>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$14,480	\$29,809	\$4,572	\$56,722
Public Health and Welfare Services	0	0	0	0
Leisure Time Activities	212,217	232,856	210,156	162,396
Community Environment	457,132	372,617	367,699	363,826
Transportation	3,839	95	9,276	11,465
General Government	881,652	951,148	1,055,041	1,185,351
Operating Grants and Contributions	55,999	137,084	761,155	931,375
Capital Grants and Contributions	102,191	6,088,874	368,056	2,021,941
<i>Total Governmental Activities Program Revenues</i>	<u>1,727,510</u>	<u>7,812,483</u>	<u>2,775,955</u>	<u>4,733,076</u>

*City of Springboro*

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<u>2006</u>	<u>2007</u>	<u>2008</u>
\$2,630,222	\$2,697,240	\$2,982,330
10,647	11,518	14,060
507,364	534,363	626,883
693,745	736,720	582,985
1,922,942	2,194,691	2,492,616
4,087,878	4,076,554	5,399,004
492,472	466,493	433,470
<u>10,345,270</u>	<u>10,717,579</u>	<u>12,531,348</u>
2,503,701	2,641,012	3,250,865
3,463,779	3,349,609	3,437,672
3,202,723	3,000,301	3,371,521
768,894	796,749	806,723
216,285	182,234	305,909
<u>10,155,382</u>	<u>9,969,905</u>	<u>11,172,690</u>
<u>\$20,500,652</u>	<u>\$20,687,484</u>	<u>\$23,704,038</u>

\$51,861	\$32,256	\$37,942
0	0	0
84,870	46,106	22,687
207,017	190,536	85,520
5,392	0	291
1,205,212	1,275,011	1,373,883
800,017	950,410	1,072,511
301,873	587,717	1,124,572
<u>2,656,242</u>	<u>3,082,036</u>	<u>3,717,406</u>

(continued)

## City of Springboro

*Changes in Net Assets  
Last Seven Years  
(accrual basis of accounting)*

	2002	2003	2004	2005
<b>Business-type Activities:</b>				
Charges for Services				
Golf Course	2,092,199	2,197,741	2,256,350	2,181,616
Water	2,555,439	2,697,118	2,737,202	3,197,131
Sewer	1,590,251	1,904,284	1,752,509	2,239,458
Trash	606,102	752,780	686,131	828,675
Storm Water	0	0	189,852	235,912
Capital Grants and Contributions	3,567,977	5,242,698	2,638,394	2,515,267
<i>Total Business-type Activities Program Revenues</i>	<u>10,411,968</u>	<u>12,794,621</u>	<u>10,260,438</u>	<u>11,198,059</u>
<i>Total Primary Government Program Revenues</i>	<u>12,139,478</u>	<u>20,607,104</u>	<u>13,036,393</u>	<u>15,931,135</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(7,999,561)	(2,002,539)	(6,536,917)	(5,752,771)
Business-type Activities	3,505,112	4,879,438	1,819,106	1,566,537
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$4,494,449)</u>	<u>\$2,876,899</u>	<u>(\$4,717,811)</u>	<u>(\$4,186,234)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental Activities:				
Income Taxes	\$6,617,829	\$6,577,076	\$7,280,875	\$9,341,580
Property Taxes	494,394	613,347	585,395	605,193
Other Local Taxes	26,030	53,455	59,379	80,126
Payment in Lieu of Taxes	0	0	0	157,646
Intergovernmental, unrestricted	954,235	1,233,182	761,646	558,942
Investment Earnings	379,252	204,171	398,038	317,708
Miscellaneous	271,427	380,568	744,882	416,746
Loss on Disposal of Capital Assets	(130,045)	0	0	0
Gain on Sale of Assets Held for Resale	0	0	0	0
Transfers	(180,123)	(509,592)	(590,874)	(743,817)
<i>Total Governmental Activities</i>	<u>8,432,999</u>	<u>8,552,207</u>	<u>9,239,341</u>	<u>10,734,124</u>
Business-type Activities:				
Property Taxes	62,672	0	0	0
Investment Earnings	0	26,667	35,864	627,827
Loss on Disposal of Capital Assets	(458,182)	0	0	0
Transfers	180,123	509,592	590,874	743,817
<i>Total Business-type Activities</i>	<u>(215,387)</u>	<u>536,259</u>	<u>626,738</u>	<u>1,371,644</u>
<i>Total Primary Government</i>	<u>\$8,217,612</u>	<u>\$9,088,466</u>	<u>\$9,866,079</u>	<u>\$12,105,768</u>
<b>Change in Net Assets</b>				
Governmental Activities	\$433,438	\$6,549,668	\$2,702,424	\$4,981,353
Business-type Activities	3,289,725	5,415,697	2,445,844	2,938,181
<i>Total Primary Government Change in Net Assets</i>	<u>\$3,723,163</u>	<u>\$11,965,365</u>	<u>\$5,148,268</u>	<u>\$7,919,534</u>

Source: Finance Director's Office

*City of Springboro*

2006	2007	2008
1,749,643	1,719,244	2,081,195
2,897,468	3,244,071	3,084,379
2,118,810	2,243,482	2,494,398
831,763	840,248	922,152
222,619	225,774	242,065
3,576,737	1,171,053	523,074
<u>11,397,040</u>	<u>9,443,872</u>	<u>9,347,263</u>
<u>14,053,282</u>	<u>12,525,908</u>	<u>13,064,669</u>
(7,689,028)	(7,635,543)	(8,813,942)
1,241,658	(526,033)	(1,825,427)
<u>(\$6,447,370)</u>	<u>(\$8,161,576)</u>	<u>(\$10,639,369)</u>
\$9,008,615	\$9,654,160	\$9,678,509
629,933	763,912	691,809
79,746	87,807	83,684
473,153	384,014	381,409
566,082	564,359	453,943
478,662	770,851	625,240
326,437	357,341	366,047
0	0	0
0	437,706	0
<u>(1,586,000)</u>	<u>(3,011,900)</u>	<u>(2,847,568)</u>
<u>9,976,628</u>	<u>10,008,250</u>	<u>9,433,073</u>
0	0	0
607,060	509,099	288,591
0	0	0
1,586,000	3,011,900	2,847,568
<u>2,193,060</u>	<u>3,520,999</u>	<u>3,136,159</u>
<u>\$12,169,688</u>	<u>\$13,529,249</u>	<u>\$12,569,232</u>
\$2,287,600	\$2,372,707	\$619,131
3,434,718	2,994,966	1,310,732
<u>\$5,722,318</u>	<u>\$5,367,673</u>	<u>\$1,929,863</u>

## *City of Springboro*

*Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
General Fund				
Reserved	\$159,116	\$1,914,456	\$2,318,835	\$1,852,314
Unreserved	<u>1,694,243</u>	<u>219,230</u>	<u>87,914</u>	<u>434,530</u>
<i>Total General Fund</i>	<u>1,853,359</u>	<u>2,133,686</u>	<u>2,406,749</u>	<u>2,286,844</u>
All Other Governmental Funds				
Reserved	910,202	1,701,307	1,803,166	1,019,737
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	611,470	443,786	351,492	475,110
Debt Service Funds	0	0	0	0
Capital Projects Funds	<u>(2,698,169)</u>	<u>(2,959,788)</u>	<u>(2,742,599)</u>	<u>(2,661,803)</u>
Total All Other Governmental Funds	<u>(1,176,497)</u>	<u>(814,695)</u>	<u>(587,941)</u>	<u>(1,166,956)</u>
<i>Total Governmental Funds</i>	<u><u>\$676,862</u></u>	<u><u>\$1,318,991</u></u>	<u><u>\$1,818,808</u></u>	<u><u>\$1,119,888</u></u>

Source: Finance Director's Office

NOTE: Years 1999-2001 Do not include the Civic Center Fund which was classified as a Fiduciary Fund prior to implementing GASB 34 in 2002.

*City of Springboro*

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<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$1,491,541	\$451,350	\$256,689	\$307,002	\$304,124	\$467,125
<u>1,145,044</u>	<u>3,178,124</u>	<u>4,106,407</u>	<u>4,595,923</u>	<u>5,432,893</u>	<u>5,724,981</u>
<u>2,636,585</u>	<u>3,629,474</u>	<u>4,363,096</u>	<u>4,902,925</u>	<u>5,737,017</u>	<u>6,192,106</u>
1,448,737	932,104	5,232,418	5,302,224	5,091,688	6,520,184
636,736	547,372	822,349	1,277,471	983,802	1,115,267
(67,752)	0	0	0	0	0
<u>568,707</u>	<u>(3,859,964)</u>	<u>(1,784,381)</u>	<u>(232,619)</u>	<u>909,425</u>	<u>6,898,355</u>
<u>2,586,428</u>	<u>(2,380,488)</u>	<u>4,270,386</u>	<u>6,347,076</u>	<u>6,984,915</u>	<u>14,533,806</u>
<u>\$5,223,013</u>	<u>\$1,248,986</u>	<u>\$8,633,482</u>	<u>\$11,250,001</u>	<u>\$12,721,932</u>	<u>\$20,725,912</u>

## City of Springboro

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	1999	2000	2001	2002
<b>Revenues:</b>				
Municipal Income Taxes	\$4,847,739	\$5,102,632	\$5,766,115	\$6,500,632
Property Tax	345,122	359,309	486,562	527,192
Payment in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	904,526	1,219,893	1,149,376	1,306,729
Charges for Services	352,465	381,632	526,743	675,520
Fines, Licenses and Permits	718,523	662,927	648,304	768,071
Investment Earnings	224,200	555,356	679,289	379,252
Special Assessments	286,070	266,787	261,317	265,319
Donations	130,700	125,613	8,096	37,148
Payments from Developers	0	0	0	0
All Other Revenue	263,336	539,881	286,201	360,008
<b>Total Revenue</b>	<b>8,072,681</b>	<b>9,214,030</b>	<b>9,812,003</b>	<b>10,819,871</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	1,764,306	1,817,020	1,982,231	2,170,837
Public Health and Welfare Services	13,569	1,923	1,874	1,829
Leisure Time Activities	214,419	206,529	296,561	360,850
Community Environment	716,566	950,210	684,998	978,325
Basic Utility Services	11,477	0	0	0
Transportation	455,676	505,980	400,002	489,743
General Government	2,298,666	2,636,861	2,937,994	2,950,063
Capital Outlay	1,955,149	2,424,680	2,254,887	3,587,564
Debt Service:				
Principal Retirement	199,950	283,986	296,154	461,732
Interest and Fiscal Charges	330,102	442,268	568,123	465,437
Advance Refunding Escrow	323,123	0	0	0
<b>Total Expenditures</b>	<b>8,283,003</b>	<b>9,269,457</b>	<b>9,422,824</b>	<b>11,466,380</b>
Excess (Deficiency) of Revenues Over Expenditures	(210,322)	(55,427)	389,179	(646,509)

*City of Springboro*

2003	2004	2005	2006	2007	2008
\$6,540,059	\$7,312,583	\$9,119,941	\$8,951,015	\$9,706,915	\$9,729,065
666,802	644,774	682,471	716,356	802,737	800,270
0	0	157,646	473,153	384,014	381,409
2,033,354	1,450,786	2,035,269	1,445,957	1,268,711	1,632,075
749,372	825,777	924,184	890,655	961,574	980,683
801,176	802,255	806,742	627,877	542,849	366,726
204,171	398,038	317,708	478,662	770,851	625,240
299,856	432,914	382,752	477,898	350,886	509,359
8,588	7,873	8,209	8,787	9,434	7,032
0	0	0	0	0	972,412
407,957	691,314	423,325	298,314	330,195	703,199
<u>11,711,335</u>	<u>12,566,314</u>	<u>14,858,247</u>	<u>14,368,674</u>	<u>15,128,166</u>	<u>16,707,470</u>
2,192,558	2,474,163	2,516,280	2,508,433	2,613,876	2,818,460
6,343	8,965	8,780	10,647	11,518	14,060
320,075	342,388	387,963	380,019	418,201	434,357
739,251	589,764	750,053	679,947	725,553	583,002
0	0	0	0	0	0
628,947	646,669	623,135	561,958	813,735	883,759
3,343,835	3,383,311	4,032,228	3,532,737	3,943,581	4,435,165
1,179,323	7,466,196	1,833,003	1,925,812	1,524,581	4,615,996
479,553	562,513	605,986	543,625	569,708	599,817
416,250	436,819	509,976	498,708	472,490	608,577
0	0	0	0	0	0
<u>9,306,135</u>	<u>15,910,788</u>	<u>11,267,404</u>	<u>10,641,886</u>	<u>11,093,243</u>	<u>14,993,193</u>
2,405,200	(3,344,474)	3,590,843	3,726,788	4,034,923	1,714,277

(Continued)

## *City of Springboro*

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	1999	2000	2001	2002
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	176,055	0
Other Financing Sources - Capital Leases	24,752	0	0	0
Issuance of Special Assessment Bonds	0	0	0	0
Issuance of General Obligation Bonds	1,045,000	1,690,000	0	0
Refunding General Obligation Bonds	0	0	0	0
Premium on General Obligation Bonds	0	0	0	0
Premium on Refunding Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	1,020,859	877,518	2,235,670	4,801,853
Transfers Out	(4,514,654)	(1,863,439)	(2,410,670)	(4,993,782)
<b>Total Other Financing Sources (Uses)</b>	<u>(2,424,043)</u>	<u>704,079</u>	<u>1,055</u>	<u>(191,929)</u>
<b>Net Change in Fund Balance</b>	<u>(\$2,634,365)</u>	<u>\$648,652</u>	<u>\$390,234</u>	<u>(\$838,438)</u>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	15.58%	11.87%	13.71%	13.34%

Source: Finance Director's Office

NOTE: Years 1999-2001 Do not include the Civic Center Fund which was classified as a Fiduciary Fund prior to implementing GASB 34 in 2002.

*City of Springboro*

2003	2004	2005	2006	2007	2008
0	0	0	315,000	437,706	0
0	73,827	0	0	0	0
1,840,000	0	0	0	0	0
0	0	0	0	0	8,900,000
0	0	0	0	0	775,000
0	0	0	0	0	232,146
0	0	0	0	0	20,215
0	0	0	0	0	(785,500)
2,546,960	2,713,152	3,911,840	3,907,388	2,761,928	2,497,919
(3,056,888)	(3,319,127)	(4,655,657)	(5,333,388)	(5,773,828)	(5,345,487)
<u>1,330,072</u>	<u>(532,148)</u>	<u>(743,817)</u>	<u>(1,111,000)</u>	<u>(2,574,194)</u>	<u>6,294,293</u>
<u>\$3,735,272</u>	<u>(\$3,876,622)</u>	<u>\$2,847,026</u>	<u>\$2,615,788</u>	<u>\$1,460,729</u>	<u>\$8,008,570</u>
12.39%	13.42%	13.42%	13.58%	12.22%	13.18%

## *City of Springboro*

### *Income Tax Revenues by Source, Governmental Funds Last Ten Years*

<b>Tax year</b>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income	\$355,677,000	\$379,571,000	\$418,007,000	\$456,533,000
Total Tax Collected	\$4,535,237	\$5,273,125	\$5,794,560	\$6,058,816
<b>Income Tax Receipts</b>				
Withholding	3,024,235	3,614,085	3,930,283	4,071,301
Percentage	67%	69%	68%	67%
Corporate	620,574	625,945	725,005	702,910
Percentage	14%	12%	13%	12%
Individuals	890,428	1,033,095	1,139,272	1,284,605
Percentage	20%	20%	20%	21%
<b>Income Tax by Business Type</b>				
Industrial	\$874,603	\$999,484	\$1,019,410	\$1,148,899
Education/Government	198,610	220,883	251,616	290,922
Service	487,252	556,740	682,122	751,948
Retail	308,942	353,537	373,016	412,348
Medical	101,694	133,089	153,642	146,706
Construction	11,632	11,626	16,852	26,559
Financial	22,789	30,114	38,879	83,886
Restaurants	97,224	107,138	118,413	138,667
Miscellaneous	11,824	21,151	24,526	30,324
Total Tax	<u>\$2,114,570</u>	<u>\$2,433,761</u>	<u>\$2,678,477</u>	<u>\$3,030,258</u>

Source: City Income Tax Department

*City of Springboro*

2003	2004	2005	2006	2007	2008
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$494,378,000	\$546,416,000	\$567,729,000	\$602,762,000	\$620,374,000	\$654,241,733
\$6,683,821	\$7,086,005	\$9,300,710	\$8,193,357	\$9,960,281	\$9,813,626
4,412,779	4,752,968	5,419,613	5,086,290	5,935,297	6,118,077
66%	67%	58%	62%	60%	62%
875,184	777,214	720,866	749,040	1,039,162	955,291
13%	11%	8%	9%	10%	10%
1,395,858	1,555,823	3,160,231	2,358,027	2,985,822	2,740,258
21%	22%	34%	29%	30%	28%
\$1,276,266	\$1,435,267	\$1,463,903	\$1,449,585	\$1,447,450	\$1,494,079
330,251	364,682	367,225	365,954	380,932	422,883
836,480	889,236	833,096	861,166	992,999	1,116,287
392,535	403,940	370,263	387,102	392,700	397,920
213,987	206,807	245,175	225,991	262,250	322,173
30,986	45,306	54,523	49,915	55,556	58,918
80,980	96,354	111,192	103,773	127,922	142,226
154,644	180,124	189,199	184,661	192,051	208,443
27,418	28,343	31,913	30,128	31,396	41,401
<u>\$3,343,549</u>	<u>\$3,650,060</u>	<u>\$3,666,489</u>	<u>\$3,658,275</u>	<u>\$3,883,256</u>	<u>\$4,204,330</u>



## City of Springboro

### Income Tax Statistics Current Year and Nine Years Ago

#### Calendar Year 2008

Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$19,999	2,488	34.88%	\$12,383,547	2.55%
20,000 - 49,999	1,124	15.76%	38,835,783	7.99%
50,000 - 74,999	882	12.36%	55,055,852	11.32%
75,000 - 99,999	864	12.11%	75,394,008	15.51%
Over 100,000	1,776	24.89%	304,500,086	62.63%
Total	7,134	100.00%	\$486,169,276	100.00%

#### Local Taxes Paid by Residents

Taxes Paid to Springboro

Taxes Credited to Other Municipalities

#### Tax Dollars

\$4,674,395

2,618,145

\$7,292,539

#### Calendar Year 1999

Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$19,999	1,316	27.82%	\$8,834,122	2.77%
20,000 - 49,999	950	20.08%	33,218,148	10.41%
50,000 - 74,999	774	16.36%	48,374,214	15.15%
75,000 - 99,999	680	14.37%	58,752,130	18.40%
Over 100,000	1,011	21.37%	170,068,278	53.27%
Total	4,731	100.00%	\$319,246,892	100.00%

#### Local Taxes Paid by Residents

Taxes Paid to Springboro

Taxes Credited to Other Municipalities

#### Tax Dollars

\$1,932,152

2,856,552

\$4,788,703

Source: City Income Tax Department

## *City of Springboro*

### *Ratio of Outstanding Debt By Type Last Ten Years*

	1999	2000	2001	2002
<b>Governmental Activities</b> <sup>(1)</sup>				
Special Assessment Bonds Payable	\$2,561,000	\$2,445,000	\$2,321,000	\$2,194,000
Unvoted General Obligation Bonds Payable	2,123,850	3,717,450	3,616,050	3,356,200
Capital Leases	460,512	388,926	318,172	243,290
<b>Business-type Activities</b> <sup>(1)</sup>				
Mortgage Revenue Bonds Payable	\$22,580,000	\$21,950,000	\$21,300,000	\$20,620,000
General Obligation Bonds Payable	4,721,150	4,577,550	4,428,950	4,273,800
Capital Leases	62,122	190,204	220,972	185,392
Total Primary Government	<u>\$32,508,634</u>	<u>\$33,269,130</u>	<u>\$32,205,144</u>	<u>\$30,872,682</u>
<b>Population</b> <sup>(2)</sup>				
City of Springboro	12,045	12,380	13,265	14,483
Outstanding Debt Per Capita	\$2,699	\$2,687	\$2,428	\$2,132
<b>Income</b> <sup>(3)</sup>				
Personal (in thousands)	355,677	379,571	418,007	456,533
Percentage of Personal Income	9.14%	8.76%	7.70%	6.76%

**Sources:**

(1) Source: Finance Director's Office

(2) US Bureau of Census, Population Division

(3) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

*City of Springboro*

2003	2004	2005	2006	2007	2008
\$3,907,000	\$3,724,000	\$3,515,000	\$3,296,000	\$3,070,000	\$2,833,000
3,082,900	2,791,150	2,490,950	2,180,750	1,852,100	10,646,861
164,037	150,100	53,314	38,890	23,832	8,115
\$19,910,000	\$38,096,644	\$37,012,203	\$35,672,762	\$34,293,321	\$22,298,880
4,112,100	3,928,577	3,759,626	3,585,675	3,400,174	13,522,197
223,502	296,712	200,210	120,279	57,809	340,600
<u>\$31,399,539</u>	<u>\$48,987,183</u>	<u>\$47,031,303</u>	<u>\$44,894,356</u>	<u>\$42,697,236</u>	<u>\$49,649,653</u>
15,596	16,687	16,935	17,980	18,094	18,121
\$2,013	\$2,936	\$2,777	\$2,497	\$2,360	\$2,740
494,378	546,416	589,338	649,689	653,809	654,784
6.35%	8.97%	7.98%	6.91%	6.53%	7.58%

## *City of Springboro*

### *Ratios of General Bonded Debt Outstanding Last Ten Years*

Year	1999	2000	2001	2002
<b>Population</b> (1)	12,045	12,380	13,265	14,483
<b>Assessed Value</b> (2)	\$274,679,923	\$333,482,819	\$341,498,280	\$359,871,190
<b>General Bonded Debt</b> (3)				
General Obligation Bonds	\$6,845,000	\$8,295,000	\$8,045,000	\$7,630,000
<b>Resources Available to Pay Principal</b> (4)	\$11,923	\$24,803	\$202,249	\$26,767
<b>Net General Bonded Debt</b>	\$6,833,077	\$8,270,197	\$7,842,751	\$7,603,233
<b>Ratio of Net Bonded Debt to Estimated Actual Value</b>	2.49%	2.48%	2.30%	2.11%
<b>Net Bonded Debt per Capita</b>	\$567.30	\$668.03	\$591.24	\$524.98

**Source:**

- (1) U.S. Bureau of Census of Population
- (2) Warren County Auditor
- (3) Includes all general obligation bonded debt
- (4) Includes only Debt Service funds available for general obligation bonded debt.

*City of Springboro*

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2003	2004	2005	2006	2007	2008
15,596	16,687	16,935	17,980	18,094	18,121
\$393,984,760	\$421,610,140	\$436,014,232	\$502,197,960	\$504,055,570	\$502,452,780
\$7,195,000	\$6,719,727	\$6,250,576	\$5,766,425	\$5,252,274	\$24,169,058
\$0	\$16,181	\$126,482	\$401,568	\$463,997	\$690,035
\$7,195,000	\$6,703,546	\$6,124,094	\$5,364,857	\$4,788,277	\$23,479,023
1.83%	1.59%	1.40%	1.07%	0.95%	4.67%
\$461.34	\$401.72	\$361.62	\$298.38	\$264.63	\$1,295.68



## *City of Springboro*

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2008*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Springboro</u>	<u>Amount Applicable to the City of Springboro</u>
<b>Direct:</b>			
City of Springboro	\$26,869,058 (1)	100.00%	\$26,869,058
<b>Overlapping:</b>			
Warren County	5,386,220	8.95%	<u>482,067</u>
		Subtotal	<u>482,067</u>
		Total	<u><u>\$27,351,125</u></u>

**Source:** Warren County Auditor's Office

(1) Includes General Obligation Bonds and Notes Payable

## *City of Springboro*

### *Debt Limitations Last Ten Years*

	1999	2000	2001	2002
<u>Total Debt</u>				
Net Assessed Valuation	\$274,679,923	\$333,482,819	\$341,498,280	\$359,871,190
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	28,841,392	35,015,696	35,857,319	37,786,475
City Debt Outstanding (2)	5,543,850	7,737,450	9,736,050	7,356,200
Less: Applicable Debt Service Fund Amounts	(11,923)	(24,803)	(202,249)	(26,767)
Net Indebtedness Subject to Limitation	<u>5,531,927</u>	<u>7,712,647</u>	<u>9,533,801</u>	<u>7,329,433</u>
Overall Legal Debt Margin	<u>\$23,309,465</u>	<u>\$27,303,049</u>	<u>\$26,323,518</u>	<u>\$30,457,042</u>
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$274,679,923	\$333,482,819	\$341,498,280	\$359,871,190
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	15,107,396	18,341,555	18,782,405	19,792,915
City Debt Outstanding (2)	5,543,850	7,737,450	9,736,050	7,356,200
Less: Applicable Debt Service Fund Amounts	(11,923)	(24,803)	(202,249)	(26,767)
Net Indebtedness Subject to Limitation	<u>5,531,927</u>	<u>7,712,647</u>	<u>9,533,801</u>	<u>7,329,433</u>
Overall Legal Debt Margin	<u>\$9,575,469</u>	<u>\$10,628,908</u>	<u>\$9,248,604</u>	<u>\$12,463,482</u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.  
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: Finance Director's Office

*City of Springboro*

2003	2004	2005	2006	2007	2008
\$393,984,760	\$421,610,140	\$436,014,232	\$502,197,960	\$504,055,570	\$502,452,780
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
41,368,400	44,269,065	45,781,494	52,730,786	52,925,835	52,757,542
5,322,900	9,341,150	7,220,950	6,460,750	4,552,100	13,346,861
0	(16,181)	(126,482)	(401,568)	(463,997)	(690,035)
5,322,900	9,324,969	7,094,468	6,059,182	4,088,103	12,656,826
\$36,045,500	\$34,944,096	\$38,687,026	\$46,671,604	\$48,837,732	\$40,100,716
\$393,984,760	\$421,610,140	\$436,014,232	\$502,197,960	\$504,055,570	\$502,452,780
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
21,669,162	23,188,558	23,980,783	27,620,888	27,723,056	27,634,903
5,322,900	9,341,150	7,220,950	6,460,750	4,552,100	13,346,861
0	(16,181)	(126,482)	(401,568)	(463,997)	(690,035)
5,322,900	9,324,969	7,094,468	6,059,182	4,088,103	12,656,826
\$16,346,262	\$13,863,589	\$16,886,315	\$21,561,706	\$23,634,953	\$14,978,077

## *City of Springboro*

### *Pledged Revenue Coverage Last Ten Years*

	1999	2000	2001	2002
<b>Water System Bonds (1 a)</b>				
Gross Revenues (2)	\$2,615,761	\$2,725,797	\$2,671,855	\$2,555,439
Direct Operating Expenses (3)	1,381,313	983,364	1,079,429	1,467,476
Net Revenue Available for Debt Service	1,234,448	1,742,433	1,592,426	1,087,963
Annual Debt Service Requirement	1,341,929	1,326,344	1,324,214	1,325,674
Coverage	0.92	1.31	1.20	0.82
<b>Sewer System Bonds (1 b)</b>				
Gross Revenues (2)	\$1,488,972	\$1,708,096	\$1,793,762	\$1,590,251
Direct Operating Expenses (3)	941,114	944,391	1,169,247	1,113,824
Net Revenue Available for Debt Service	547,858	763,705	624,515	476,427
Annual Debt Service Requirement	381,643	380,418	378,705	381,495
Coverage	1.44	2.01	1.65	1.25
<b>Special Assessment Bonds (4)</b>				
Special Assessment Collections	\$286,070	\$266,787	\$261,317	\$265,319
Debt Service				
Principal	142,000	116,000	124,000	127,000
Interest	155,728	143,787	137,243	130,494
Coverage	0.96	1.03	1.00	1.03

(1) The Mortgage Revenue Bonds were issued as follows:

(a) The Water system Mortgage Revenue Bonds were issued in 1998, in the amount of \$14,675,000  
- Defeased in 2008

(a) The Water system Mortgage Revenue Bonds were issued in 2004, in the amount of \$3,255,000

(b) The Sewer system Mortgage Revenue Bonds were issued in 1997, in the amount of \$4,730,000

(b) The Sewer system Mortgage Revenue Bonds were issued in 2004, in the amount of \$18,310,000

(2) Gross revenues include operating revenues plus interest income.

(3) Direct operating expenses include operating expenses less depreciation.

(4) This includes several different Special Assessment Bond issues.

\*\* Refunding bonds were issued during 1997. No principal was paid.

Source: City Finance Director's Office

*City of Springboro*

2003	2004	2005	2006	2007	2008
\$2,706,927	\$2,741,352	\$3,334,461	\$3,071,933	\$3,489,537	\$3,252,627
1,455,464	1,722,922	1,840,597	2,181,422	2,092,356	2,189,111
1,251,463	1,018,430	1,493,864	890,511	1,397,181	1,063,516
1,330,874	1,329,476	1,298,390	1,326,057	1,301,242	1,301,142
0.94	0.77	1.15	0.67	1.07	0.82
\$1,904,125	\$1,751,800	\$2,684,569	\$2,483,615	\$2,493,083	\$2,612,246
1,774,868	1,617,297	2,025,640	1,880,995	1,545,645	1,683,534
129,257	134,503	658,929	602,620	947,438	928,712
378,775	380,528	1,512,549	1,644,532	1,627,008	1,625,816
0.34	0.35	0.44	0.37	0.58	0.57
\$299,856	\$432,914	\$382,752	\$477,898	\$350,886	\$509,359
127,000	183,000	209,000	219,000	226,000	237,000
123,188	220,314	191,359	181,963	171,571	160,339
1.20	1.07	0.96	1.19	0.88	1.28

# *City of Springboro*

## *Demographic and Economic Statistics Last Ten Years*

Calendar Year	1999	2000	2001	2002
<b>Population</b> (1)				
City of Springboro (a)	12,045	12,380	13,265	14,483
Warren County	113,909	158,383	158,383	158,383
<b>Income</b> (2) (a)				
Total Personal (in thousands)	355,677	379,571	418,007	456,533
County Per Capita	29,529	30,660	31,512	31,522
<b>Unemployment Rate</b> (3)				
Federal	4.5%	4.2%	3.8%	4.8%
State	4.3%	4.3%	3.7%	4.3%
Warren County	3.0%	2.9%	3.3%	4.0%
<b>Civilian Work Force Estimates</b> (3)				
State	5,749,000	5,900,400	5,857,000	5,828,000
Warren County	77,400	81,300	83,000	89,500
<b>Employment Distribution by Occupation</b> (4)				
Industrial	2,039	2,238	2,150	2,205
Education/Government	641	694	736	811
Service	1,307	2,273	2,300	2,423
Retail	1,525	1,674	1,613	1,524
Medical	290	443	543	591
Construction	17	69	50	79
Financial	96	105	143	156
Restaurants	1,525	1,803	1,894	1,979
Miscellaneous	66	248	279	310

**Sources:**

- (1) US Bureau of Census of Population
  - (a) City of Springboro Community Development Department
- (2) US Department of Commerce, Bureau of Economic Analysis information is only available through 2007 for the presentation of 2008 statistics, the City is using the latest information available.
  - (a) Total Personal Income is a calculation based on the County's Per Capita Income, which is the only information available.
- (3) State Department of Labor Statistics
- (4) Source: City Income Tax Department

*City of Springboro*

2003	2004	2005	2006	2007	2008
15,596	16,687	16,935	17,980	18,094	18,121
158,383	158,383	196,622	196,622	196,622	196,622
494,378	546,416	589,338	649,689	653,809	654,784
31,699	32,745	34,800	36,134	36,134	36,134
5.8%	6.0%	5.5%	4.6%	4.6%	5.8%
5.7%	6.1%	6.0%	5.5%	5.6%	6.6%
4.4%	4.5%	4.4%	4.9%	4.6%	5.5%
5,915,000	5,875,300	5,900,400	5,934,000	5,976,500	5,986,400
93,900	99,200	100,200	105,600	107,800	108,500
2,424	2,743	2,333	1,889	2,360	2,259
853	905	926	1,120	987	1,099
3,054	3,249	3,768	3,358	3,711	3,963
1,850	1,899	1,974	1,868	1,956	1,961
598	671	767	799	792	913
118	152	143	96	141	128
177	244	266	260	259	271
2,071	2,246	2,426	2,749	2,514	2,569
247	315	339	391	353	376



## City of Springboro

### Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2008		
		Number of Employees	Rank	Percentage of Total Employment
Springboro Community Schools	Education	841	1	0.06
Sourcelink Ohio, LLC	Industrial	417	2	0.03
DLM Springboro, LLC	Grocery Store	359	3	0.03
Miami Valley Dinner Theatre	Dinner Theater	335	4	0.02
Hillspring Rehabilitation Center	Nursing Home	322	5	0.02
Pioneer Automtovie Tech, Inc	Industrial	297	6	0.02
Dayton Metro YMCA	YMCA Center	290	7	0.02
Gayston Corp	Industrial	265	8	0.02
Kroger Limited Partnership	Grocery Store	248	9	0.02
J & A Management Co, Inc	Restaurant	229	10	0.02
Total		<u>3,603</u>		
Total Employment within the City		<u><u>13,539</u></u>		

Employer	Nature of Business	1999		
		Number of Employees	Rank	Percentage of Total Employment
Pioneer Automtive Tech, Inc	Industry	520	1	0.05
Springboro Community Schools	Education	494	2	0.05
Gayston Corp	Industry	422	3	0.04
Kroger Limited Partnership	Grocery Store	387	4	0.04
Miami Valley Dinner Theatre	Dinner Theatre	312	5	0.03
Kmart Corp	Retail	288	6	0.03
MBA, Inc	Restaurant	198	7	0.02
Concrete Technology, Inc	Industry	187	8	0.02
Global Innovations, LLC	Industry	177	9	0.02
Paper Systems, Inc	Industry	161	10	0.02
Total		<u>3,146</u>		
Total Employment within the City		<u><u>9,505</u></u>		

**Sources:**

Source: City Income Tax Department

## *City of Springboro*

### *Full Time Equivalent Employees by Function Last Ten Years*

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
<b>Governmental Activities</b>					
General Government					
Finance	5.50	5.50	5.50	5.50	5.50
Income Tax	2.50	2.50	2.50	2.50	2.50
Mayor's Court	1.50	1.50	1.50	2.00	2.00
City Manager's Office	3.00	3.00	3.00	3.00	3.00
Computer Administration	2.00	1.00	1.00	1.00	1.00
Council/Clerk of Council	1.00	1.00	1.00	1.50	1.50
Security of Persons and Property					
Police	19.00	20.00	21.00	22.00	23.00
Dispatch	7.00	7.00	7.00	7.00	7.00
Transportation					
Street	6.00	6.00	7.00	7.00	7.00
Leisure Time Activities					
Parks and Recreation	4.25	4.25	5.25	5.25	5.25
Community Environment					
Economic Development	1.00	1.00	1.00	1.00	1.00
Engineering	2.00	2.00	2.00	2.00	2.00
Building and Zoning	4.00	5.00	5.00	5.00	5.00
<b>Business-Type Activities</b>					
Utilities					
Water	5.00	5.00	5.50	5.50	5.50
Sewer	1.00	1.00	1.50	1.50	1.50
Trash	1.00	1.00	1.00	1.00	1.00
Golf Maintenance	0.00	0.00	0.00	0.00	0.00
<i>Total Employees</i>	<u>65.75</u>	<u>66.75</u>	<u>70.75</u>	<u>72.75</u>	<u>73.75</u>

**Method:** 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: Finance Director's Office

*City of Springboro*

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2004	2005	2006	2007	2008
5.50	5.50	5.50	6.00	6.00
2.50	2.50	2.50	2.50	2.50
2.00	2.00	2.00	2.00	2.00
3.00	3.00	3.00	3.00	3.00
1.00	1.00	1.00	1.00	1.00
1.50	1.50	1.50	1.50	1.50
23.00	23.00	23.00	25.00	26.00
7.00	7.00	7.00	6.00	5.00
7.00	7.00	7.00	6.50	6.50
5.25	5.25	6.25	6.25	6.25
0.00	0.00	0.00	0.00	0.00
2.00	2.00	2.00	2.00	2.00
7.00	7.00	6.00	6.00	5.00
5.50	5.50	5.50	4.50	4.50
1.50	1.50	1.50	1.50	1.50
1.00	1.00	1.00	1.00	1.00
0.00	0.00	0.00	11.00	11.00
<u>74.75</u>	<u>74.75</u>	<u>74.75</u>	<u>85.75</u>	<u>84.75</u>

## *City of Springboro*

### *Operating Indicators by Function Last Ten Years*

	1999	2000	2001	2002	2003
<b>Governmental Activities</b>					
General Government					
Court					
Number of Criminal Cases	162	326	279	266	185
Number of Traffic Cases	1,043	1,208	1,648	1,769	1,595
Number of Citations	1,503	1,677	1,835	1,984	1,975
Number of Offenses	2,862	1,714	2,127	2,242	2,039
Number of Open Cases	502	637	791	985	398
Licenses and Permits					
Number of Residential Building Permits	313	304	257	277	283
Number of Commercial Building Permits	23	20	12	41	36
Number of Residential Building Inspections	9,197	9,314	9,006	7,581	9,124
Number of Commercial Building Inspections	988	898	1,100	1,275	1,669
Security of Persons and Property					
Police					
Number of Calls for Service	7,123	7,437	8,017	8,953	9,574
Number of Criminal Arrests	553	564	661	638	532
Number of DUI Arrests	95	115	146	133	92
Number of Traffic Accidents	296	310	330	379	373
Transportation					
Street					
Number of Streets Resurfaced	7	13	27	7	15
Community Environment					
Number of New Jobs	235	317	142	712	700
<b>Business-Type Activities</b>					
Golf Course					
Number of Rounds	44,129	36,136	41,945	38,625	36,773
Water					
Number of Service Connections	4,981	5,409	5,613	5,728	5,821
Daily Average Consumption (MGD)	2.097	1.530	1.684	1.925	1.865
Peak Daily Consumption (MGD)	2.289	2.451	3.871	4.114	4.003
Sewer					
Number of Service Connections	4,642	5,185	5,439	5,596	5,798
Daily Average Sewage Treatment (MGD)	1.394	1.616	1.804	2.105	2.165
Trash					
Number of Customers Served	4,801	5,258	5,465	5,562	5,683

Source: Finance Director's Office

*City of Springboro*

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2004	2005	2006	2007	2008
260	372	329	101	425
1,596	1,678	2,014	1,895	1,900
1,836	1,841	2,121	1,996	1,872
2,027	2,160	2,460	2,364	2,072
459	562	526	522	569
210	140	80	42	14
94	127	25	16	14
7,504	4,639	3,369	1,934	956
1,797	2,420	1,442	1,176	667
9,830	13,512	15,569	15,345	14,470
628	704	776	910	696
103	154	112	120	88
357	372	381	318	346
7	17	11	7	24
550	690	495	422	215
37,189	35,412	34,554	33,380	38,606
6,423	6,994	7,104	7,452	7,457
1,976	2,050	1,920	2,270	2,270
4,118	4,630	4,124	4,300	4,300
6,327	6,951	6,992	7,012	7,047
2,171	2,226	2,406	2,310	2,310
5,266	6,814	6,928	6,950	6,985

## *City of Springboro*

### *Capital Asset Statistics by Function Last Ten Years*

	1999	2000	2001	2002	2003
<b>Governmental Activities</b>					
General Government					
Public Land and Buildings					
Land (acres)	579	580	573	573	556
Buildings	8	12	8	10	11
Licensed Vehicles	5	4	4	6	6
Library	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Vehicles	13	14	14	16	18
Transportation					
Street					
Number of Paved Streets	300	305	311	328	337
Total Paved Miles	77	79	80	82	84
Street Lights	117	117	117	117	117
Signal Controlled Intersections	12	12	13	13	13
Licensed Vehicles	13	13	13	15	16
Leisure Time Activities					
Parks and Recreation					
Land (acres)	131	131	131	131	131
Buildings	9	9	8	8	8
Parks	3	3	3	3	3
Playgrounds	2	2	2	2	2
Tennis Courts	4	4	4	4	4
Skate Board Park	0	0	0	1	1
Baseball/Softball Diamonds	7	7	7	7	7
Basketball Courts	2	2	2	2	2
Soccer Fields	7	7	6	6	6
Licensed Vehicles	3	3	3	3	3

*City of Springboro*

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2004	2005	2006	2007	2008
637	650	645	619	613
13	15	15	14	14
7	6	8	7	7
1	1	1	1	1
1	1	1	1	1
15	19	21	18	21
345	357	360	364	365
86	88	89	90	90
117	117	117	117	117
13	13	13	14	15
16	14	16	16	16
212	228	228	228	232
8	9	10	11	11
4	4	4	4	4
2	3	3	4	4
4	4	4	4	4
1	1	1	1	1
7	8	8	8	8
2	2	2	2	2
6	6	6	6	6
3	3	6	6	6

(Continued)

## *City of Springboro*

### *Capital Asset Statistics by Function Last Ten Years*

	1999	2000	2001	2002	2003
<b>Business-Type Activities</b>					
Golf Course / Clubhouse					
Land (acres)	188	188	188	188	188
Buildings	9	9	9	9	10
Golf Carts	80	80	80	80	80
Licensed Vehicles	1	1	1	1	1
Utilities					
Water					
Water Towers	3	3	3	3	3
Waterlines (Miles)	70	71	73	76	81
Water Treatment Plant	1	1	1	1	1
Buildings	2	3	3	3	3
Licensed Vehicles	5	5	5	5	5
Pump Stations	5	5	5	5	5
Storage Capacity (thousands of gallons)	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000
Sewer					
Sewage Treatment Plant	1	1	1	1	1
Buildings	3	3	3	3	3
Licensed Vehicles	0	0	0	0	0
Sewerlines (Miles)	56	57	60	63	66
Lift Stations	13	11	10	10	10

Source: Finance Director's Office

*City of Springboro*

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<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
188	188	188	188	188
10	11	11	11	11
80	80	80	84	84
1	1	1	1	1
3	3	4	4	4
83	86	89	0	0
1	1	1	1	1
3	3	3	3	3
5	9	10	9	9
5	5	5	5	0
4,100,000	4,100,000	5,100,000	5,100,000	5,100,000
1	1	1	1	1
3	3	7	7	7
0	0	1	5	2
71	74	76	0	0
10	10	10	9	8

